


STATE OF UTAH
DEPARTMENT OF NATURAL RESOURCES
DIVISION OF OIL, GAS AND MINING

FORM 3

AMENDED REPORT ☒**APPLICATION FOR PERMIT TO DRILL**

2. TYPE OF WORK DRILL NEW WELL <input checked="" type="checkbox"/> REENTER P&A WELL <input type="checkbox"/> DEEPEN WELL <input type="checkbox"/>				1. WELL NAME and NUMBER Ute Tribal 1-21-4-1		
4. TYPE OF WELL Oil Well Coalbed Methane Well: NO				3. FIELD OR WILDCAT MONUMENT BUTTE		
6. NAME OF OPERATOR NEWFIELD PRODUCTION COMPANY				5. UNIT or COMMUNITIZATION AGREEMENT NAME		
8. ADDRESS OF OPERATOR Rt 3 Box 3630 , Myton, UT, 84052				7. OPERATOR PHONE 435 646-4825		
10. MINERAL LEASE NUMBER (FEDERAL, INDIAN, OR STATE) 20G0005609		11. MINERAL OWNERSHIP FEDERAL <input type="checkbox"/> INDIAN <input checked="" type="checkbox"/> STATE <input type="checkbox"/> FEE <input type="checkbox"/>		9. OPERATOR E-MAIL mcrozier@newfield.com		
12. SURFACE OWNERSHIP FEDERAL <input type="checkbox"/> INDIAN <input type="checkbox"/> STATE <input type="checkbox"/> FEE <input checked="" type="checkbox"/>				13. NAME OF SURFACE OWNER (if box 12 = 'fee') Gerald N. Andersen Family Trust		
14. SURFACE OWNER PHONE (if box 12 = 'fee')				15. ADDRESS OF SURFACE OWNER (if box 12 = 'fee') 657 W Lakeview Rd, ,		
16. SURFACE OWNER E-MAIL (if box 12 = 'fee')				17. INDIAN ALLOTTEE OR TRIBE NAME (if box 12 = 'INDIAN') Ute Tribe		
18. INTEND TO COMMINGLE PRODUCTION FROM MULTIPLE FORMATIONS YES <input type="checkbox"/> (Submit Commingling Application) NO <input checked="" type="checkbox"/>				19. SLANT VERTICAL <input checked="" type="checkbox"/> DIRECTIONAL <input type="checkbox"/> HORIZONTAL <input type="checkbox"/>		
20. LOCATION OF WELL	FOOTAGES	QTR-QTR	SECTION	TOWNSHIP	RANGE	MERIDIAN
LOCATION AT SURFACE	662 FNL 660 FEL	NENE	21	4.0 S	1.0 W	U
Top of Uppermost Producing Zone	662 FNL 660 FEL	NENE	21	4.0 S	1.0 W	U
At Total Depth	662 FNL 660 FEL	NENE	21	4.0 S	1.0 W	U
21. COUNTY DUCHESNE		22. DISTANCE TO NEAREST LEASE LINE (Feet) 660		23. NUMBER OF ACRES IN DRILLING UNIT 40		
		25. DISTANCE TO NEAREST WELL IN SAME POOL (Applied For Drilling or Completed) 1530		26. PROPOSED DEPTH MD: 6910 TVD: 6910		
27. ELEVATION - GROUND LEVEL 5076		28. BOND NUMBER WYB000493		29. SOURCE OF DRILLING WATER / WATER RIGHTS APPROVAL NUMBER IF APPLICABLE 43-7478		

ATTACHMENTS**VERIFY THE FOLLOWING ARE ATTACHED IN ACCORDANCE WITH THE UTAH OIL AND GAS CONSERVATION GENERAL RULES**

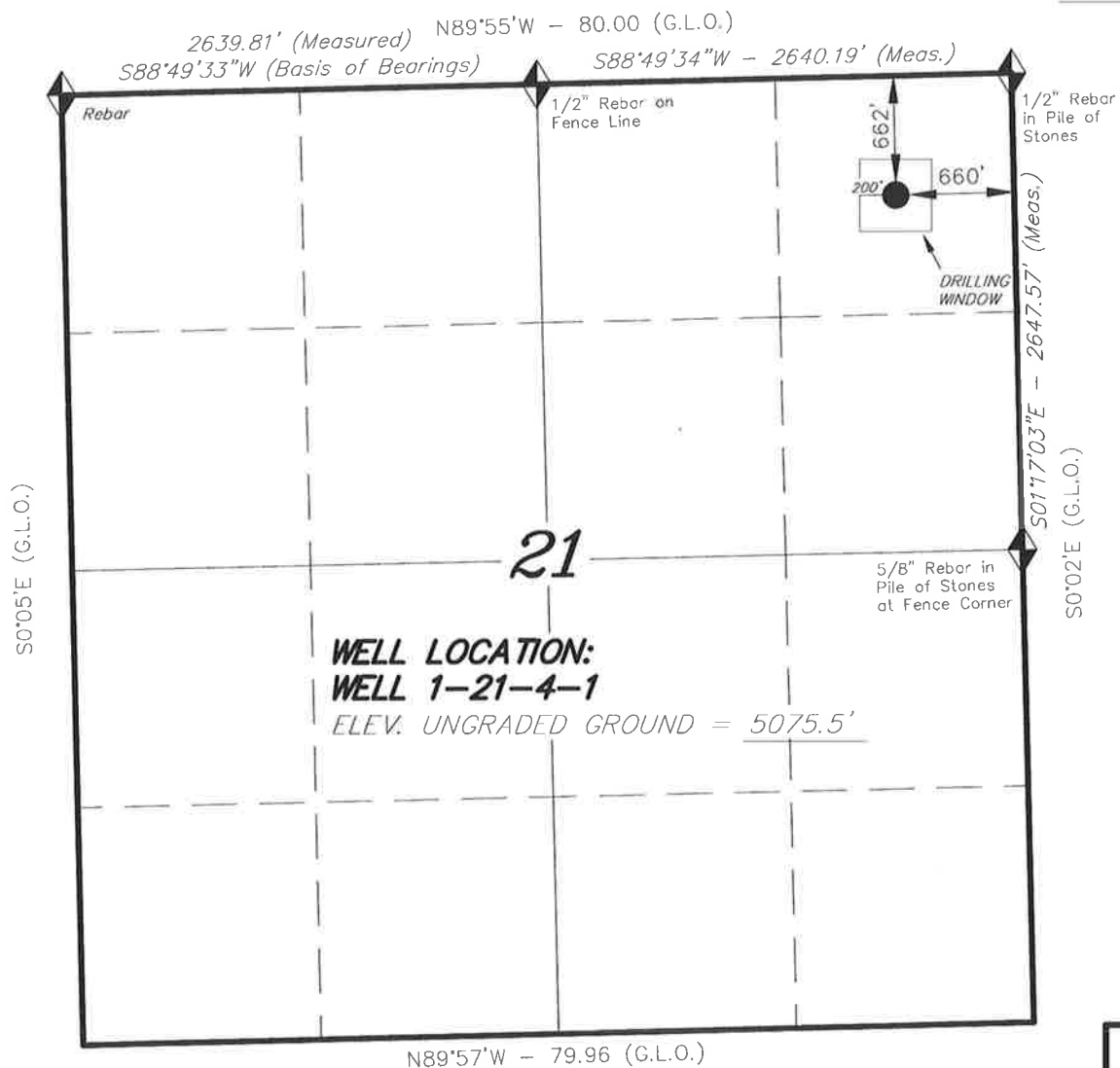
<input checked="" type="checkbox"/> WELL PLAT OR MAP PREPARED BY LICENSED SURVEYOR OR ENGINEER	<input checked="" type="checkbox"/> COMPLETE DRILLING PLAN
<input checked="" type="checkbox"/> AFFIDAVIT OF STATUS OF SURFACE OWNER AGREEMENT (IF FEE SURFACE)	<input type="checkbox"/> FORM 5. IF OPERATOR IS OTHER THAN THE LEASE OWNER
<input type="checkbox"/> DIRECTIONAL SURVEY PLAN (IF DIRECTIONALLY OR HORIZONTALLY DRILLED)	<input checked="" type="checkbox"/> TOPOGRAPHICAL MAP
NAME Mandie Crozier	TITLE Regulatory Tech
SIGNATURE	DATE 12/15/2009
PHONE 435 646-4825	EMAIL mcrozier@newfield.com
API NUMBER ASSIGNED 43013502020000	APPROVAL  Permit Manager

Proposed Hole, Casing, and Cement						
String	Hole Size	Casing Size	Top (MD)	Bottom (MD)		
Prod	7.875	5.5	0	6910		
Pipe	Grade	Length	Weight			
	Grade J-55 LT&C	6910	15.5			

Proposed Hole, Casing, and Cement						
String	Hole Size	Casing Size	Top (MD)	Bottom (MD)		
Surf	12.25	8.625	0	300		
Pipe	Grade	Length	Weight			
	Grade K-55 ST&C	300	24.0			

T4S, R1W, U.S.B.&M.

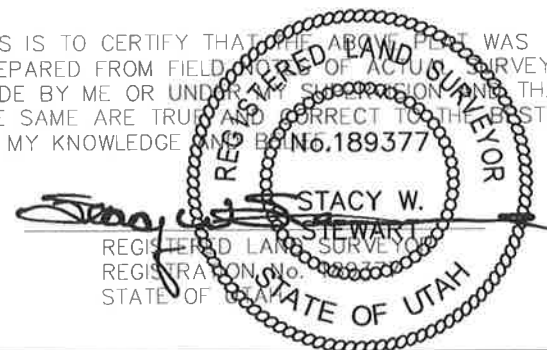
NEWFIELD PRODUCTION COMPANY



WELL LOCATION, WELL 1-21-4-1,
 LOCATED AS SHOWN IN THE NE 1/4 NE
 1/4 OF SECTION 21, T4S, R1W,
 U.S.B.&M. DUCHESNE COUNTY, UTAH.



THIS IS TO CERTIFY THAT THE ABOVE PLOT WAS
 PREPARED FROM FIELD NOTES OF ACTUAL SURVEYS
 MADE BY ME OR UNDER MY SUPERVISION AND THAT
 THE SAME ARE TRUE AND CORRECT TO THE BEST
 OF MY KNOWLEDGE AND BELIEF.



◆ = SECTION CORNERS LOCATED

BASIS OF ELEV; Elevations are base
 on LOCATION: on N.G.S. OPUS
 Correction. LAT. 40°04'09.56" LONG.
 110°00'43.28" (Tristate Aluminum
 Cap) Elev. 5201.57'

WELL 1-21-4-1
 (Surface Location) NAD 83
 LATITUDE = 40° 07' 33.66"
 LONGITUDE = 109° 59' 39.73"

TRI STATE LAND SURVEYING & CONSULTING
 180 NORTH VERNAL AVE. - VERNAL, UTAH 84078
 (435) 781-2501

DATE SURVEYED: 10-23-09	SURVEYED BY: T.P.
DATE DRAWN: 10-28-09	DRAWN BY: M.W.
REVISED:	SCALE: 1" = 1000'

MEMORANDUM
of
EASEMENT, RIGHT-OF-WAY
and
SURFACE USE AGREEMENT

This Easement, Right-of-Way and Surface Use Agreement ("Agreement") is entered into this 23rd day of November, 2009 by and between, **Gerald N. Andersen Family Trust, Gerald N. Andersen and Rhea J. Andersen whose address is 657 W. Lakeview Road, Lindon, Utah 84042**, ("Surface Owner," whether one or more) and Newfield Production Company, a Texas corporation ("NEWFIELD"), with offices at 1001 Seventeenth Street, Suite 2000, Denver, Colorado 80202, covering certain lands, (the "Lands") situated in Duchesne County, Utah described as follows:

Township 4 South, Range 1 West

Section 21: NENE (1-21-4-1)

NWNE (2-21-4-1)

NENW (3-21-4-1)

SEnw (6-21-4-1)

SWNE (7-21-4-1)

Section 22: NENW (3-22-4-1)

NWNW (4-22-4-1)

Duchesne County, Utah

Being 280 acres, more or less,

For and in consideration of the sum of ten dollars (\$10.00), and other valuable consideration, the receipt and sufficiency of which are hereby acknowledged, the undersigned hereby agree to the terms and provisions set forth as follows:

1. Compensation for Well; Release of All Claims

NEWFIELD shall pay to Surface Owner the sum as set forth in and according to the terms of that certain Letter Agreement for Easement, Right-of Way and Surface Use by and between Surface Owner and NEWFIELD, dated November 23rd, 2009 as full payment and satisfaction for any and all detriment, depreciation, injury or damage of any nature to the Lands or growing crops thereon that may occur as a result of NEWFIELD's drilling or completion operations or its continuing activities for the production or transportation of oil, gas, or other hydrocarbons or products associated with the foregoing including, but not limited to, surface use, access, pipelines, gathering lines, pipeline interconnections, and any and all other reasonable or customary uses of land related to said operations or activities.

2. Grant of Right of Way and Easement

Surface Owner hereby grants, bargains, leases, assigns, and conveys to NEWFIELD an easement and right-of-way for the purpose of construction, using and maintaining access roads, locations for surface equipment and subsurface gathering lines for each well drilled upon the Lands, pipelines, and pipeline interconnections for two years from date of this agreement and so long thereafter as NEWFIELD's oil and gas leases remain in effect.

This Agreement shall be binding upon the respective heirs, executors, administrators, successors, and assigns of the undersigned. This agreement replaces and supersedes any and all prior agreements covering the lands described herein.

These Parties hereto have executed this document effective as of the day first above written.

GERALD N. ANDERSEN FAMILY TRUST

NEWFIELD PRODUCTION COMPANY

By: 

Gerald N. Andersen, Trustee

By: _____

Daniel W. Shewmake

Vice President - Development

By: 

Rhea J. Andersen, Trustee

STATE OF UTAH)
)ss
COUNTY OF Utah)

This instrument was acknowledged before me this 23rd day of November, 2009 by Gerald N. Andersen, as Trustee of the Gerald N. Andersen Family Trust.

Witness my hand and official seal.

My commission expires 9/8/2013

Jim Lott
Notary Public



STATE OF UTAH)
)ss
COUNTY OF Utah)

This instrument was acknowledged before me this 23rd day of November, 2009 by Rhea J. Andersen, as Trustee of the Gerald N. Andersen Family Trust.

Witness my hand and official seal.

My commission expires 9/8/2013

Jim Lott
Notary Public



STATE OF COLORADO)
)ss
COUNTY OF Denver)

This instrument was acknowledged before me this _____, 2009 by Daniel W. Shewmake, Vice President – Development of Newfield Production Company, a Texas corporation, on behalf of the corporation.

Witness my hand and official seal.

Notary Public

My commission expires _____

NEWFIELD PRODUCTION COMPANY
UTE TRIBAL 1-21-4-1
NE/NE SECTION 21, T4S, R1W
DUCHESNE COUNTY, UTAH

TEN POINT DRILLING PROGRAM

1. **GEOLOGIC SURFACE FORMATION:**

Uinta formation of Upper Eocene Age

2. **ESTIMATED TOPS OF IMPORTANT GEOLOGIC MARKERS:**

Uinta	0 – 1,980'
Green River	1,980'
Wasatch	6,910'

3. **ESTIMATED DEPTHS OF ANTICIPATED WATER, OIL, GAS OR MINERALS:**

Green River Formation (Oil) 1,980' – 6,910'

Fresh water may be encountered in the Uinta Formation, but would not be expected below about 350'. All water shows and water bearing geologic units shall be reported to the geologic and engineering staff of the Vernal Office prior to running the next string of casing or before plugging orders are requested. All water shows must be reported within one (1) business day after being encountered.

All usable (<10,000 PPM TDS) water and prospectively valuable minerals (as described by BLM at onsite) encountered during drilling will be recorded by depth and adequately protected. This information shall be reported to the Vernal Office.

Detected water flows shall be sampled, analyzed, and reported to the geologic & engineering staff of the Vernal Office. The office may request additional water samples for further analysis. Usage of the State of Utah form *Report of Water Encountered* is acceptable, but not required.

The following information is requested for water shows and samples where applicable:

Location & Sampled Interval	Date Sampled
Flow Rate	Temperature
Hardness	pH
Water Classification (State of Utah)	Dissolved Calcium (Ca) (mg/l)
Dissolved Iron (Fe) (ug/l)	Dissolved Sodium (Na) (mg/l)
Dissolved Magnesium (Mg) (mg/l)	Dissolved Carbonate (CO ₃) (mg/l)
Dissolved Bicarbonate (NaHCO ₃) (mg/l)	Dissolved Chloride (Cl) (mg/l)
Dissolved Sulfate (SO ₄) (mg/l)	Dissolved Total Solids (TDS) (mg/l)

4. **PROPOSED CASING PROGRAM**

a. **Casing Design: Ute Tribal 1-21-4-1**

Size	Interval		Weight	Grade	Coupling	Design Factors		
	Top	Bottom				Burst	Collapse	Tension
Surface casing 8-5/8"	0'	300'	24.0	J-55	STC	2,950 17.53	1,370 14.35	244,000 33.89
Prod casing 5-1/2"	0'	6,910'	15.5	J-55	LTC	4,810 2.19	4,040 1.84	217,000 2.03

Assumptions:

- 1) Surface casing max anticipated surface press (MASP) = Frac gradient – gas gradient
- 2) Prod casing MASP (production mode) = Pore pressure – gas gradient
- 3) All collapse calculations assume fully evacuated casing w/ gas gradient
- 4) All tension calculations assume air weight

Frac gradient at surface casing shoe = 13.0 ppg
Pore pressure at surface casing shoe = 8.33 ppg
Pore pressure at prod casing shoe = 8.33 ppg
Gas gradient = 0.115 psi/ft

All casing shall be new or, if used, inspected and tested. Used casing shall meet or exceed API standards for new casing.

All casing strings shall have a minimum of 1 (one) centralizer on each of the bottom three (3) joints.

b. **Cementing Design: Ute Tribal 1-21-4-1**

Job	Fill	Description	Sacks	OH Excess*	Weight (ppg)	Yield (ft ³ /sk)
			ft ³			
Surface casing	300'	Class G w/ 2% CaCl	138 161	30%	15.8	1.17
Prod casing Lead	4,910'	Prem Lite II w/ 10% gel + 3% KCl	339 1106	30%	11.0	3.26
Prod casing Tail	2,000'	50/50 Poz w/ 2% gel + 3% KCl	363 451	30%	14.3	1.24

*Actual volume pumped will be 15% over the caliper log

- Compressive strength of lead cement: 1800 psi @ 24 hours, 2250 psi @ 72 hours
- Compressive strength of tail cement: 2500 psi @ 24 hours

Hole Sizes: A 12-1/4" hole will be drilled for the 8-5/8" surface casing. A 7-7/8" hole will be drilled for the 5-1/2" production casing.

The 8-5/8" surface casing shall in all cases be cemented back to surface. In the event that during the primary surface cementing operation the cement does not circulate to surface, or if the cement level should fall back more than 8 feet from surface, then a remedial surface cementing operation shall be performed to insure adequate isolation and stabilization of the surface casing.

5. **MINIMUM SPECIFICATIONS FOR PRESSURE CONTROL:**

The operator's minimum specifications for pressure control equipment are as follows:

An 8" Double Ram Hydraulic unit with a closing unit will be utilized. Function test of BOP's will be check daily.

Refer to **Exhibit C** for a diagram of BOP equipment that will be used on this well.

6. **TYPE AND CHARACTERISTICS OF THE PROPOSED CIRCULATION MUDS:**

From surface to ± 350 feet will be drilled with an air/mist system. The air rig is equipped with a 6 1/2" blooie line that is straight run and securely anchored. The blooie line is used with a discharge less than 100 ft from the wellbore in order to minimize the well pad size. The blooie line is not equipped with an automatic igniter or continuous pilot light and the compressor is located less than 100 ft from the well bore due to the low possibility of combustion with the air dust mixture. The trailer mounted compressor (capacity of 2000 CFM) has a safety shut-off valve which is located 15 feet from the air rig. A truck with 70 bbls of water is on stand by to be used as kill fluid, if necessary. From about ± 350 feet to TD, a fresh water system will be utilized. Clay inhibition and hole stability will be achieved with a KCl substitute additive. This additive will be identified in the APD and reviewed to determine if the reserve pit shall be lined. This fresh water system will typically contain Total Dissolved Solids (TDS) of less than 3000 PPM. Anticipated mud weight is 8.4 lbs/gal. If necessary to control formation fluids or pressure, the system will be weighted with the addition of bentonite gel, and if pressure conditions warrant, with barite

No chromate additives will be used in the mud system on Federal and/or Indian lands without prior BLM approval to ensure adequate protection of fresh aquifers.

No chemicals subject to reporting under SARA Title III in an amount equal to or greater than 10,000 pounds will be used, produced, stored, transported, or disposed of annually in association with the drilling, testing, or completing of this well. Furthermore, no extremely hazardous substances, as defined in 40 CFR 355, in threshold planning quantities, will be used, produced, stored, transported, or disposed of in association with the drilling, testing, or completing of this well.

Hazardous substances specifically listed by the EPA as a hazardous waste or demonstrating a characteristic of a hazardous waste will not be used in drilling, testing, or completion operations.

Newfield Production will **visually** monitor pit levels and flow from the well during drilling operations.

7. **AUXILIARY SAFETY EQUIPMENT TO BE USED:**

Auxiliary safety equipment will be a Kelly Cock, bit float, and a TIW valve with drill pipe threads.

8. **TESTING, LOGGING AND CORING PROGRAMS:**

The logging program will consist of a Dual Induction, Gamma Ray and Caliper log from TD to base of surface casing @ 300' +/-, and a Compensated Neutron-Formation Density Log from TD to 3500' +/- . A cement bond log will be run from PBDT to cement top. No drill stem testing or coring is planned for this well.

9. **ANTICIPATED ABNORMAL PRESSURE OR TEMPERATURE:**

No abnormal temperatures or pressures are anticipated. No hydrogen sulfide has been encountered or is known to exist from previous drilling in the area at this depth. Maximum anticipated

bottomhole pressure will approximately equal total depth in feet multiplied by a 0.433 psi/foot gradient.

10. **ANTICIPATED STARTING DATE AND DURATION OF THE OPERATIONS:**

It is anticipated that the drilling operations will commence the second quarter of 2010, and take approximately seven (7) days from spud to rig release.

2-M SYSTEM

Blowout Prevention Equipment Systems

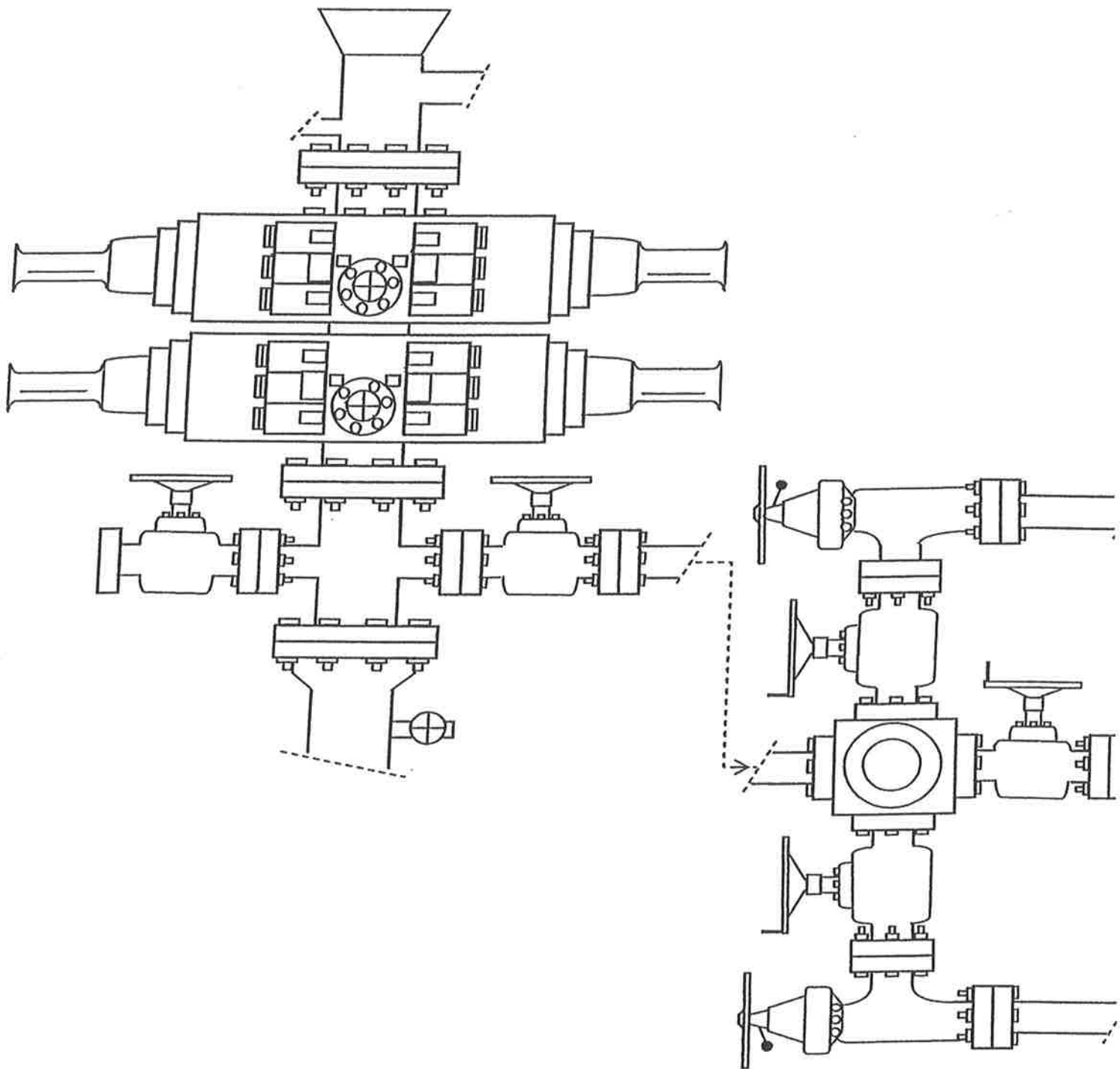
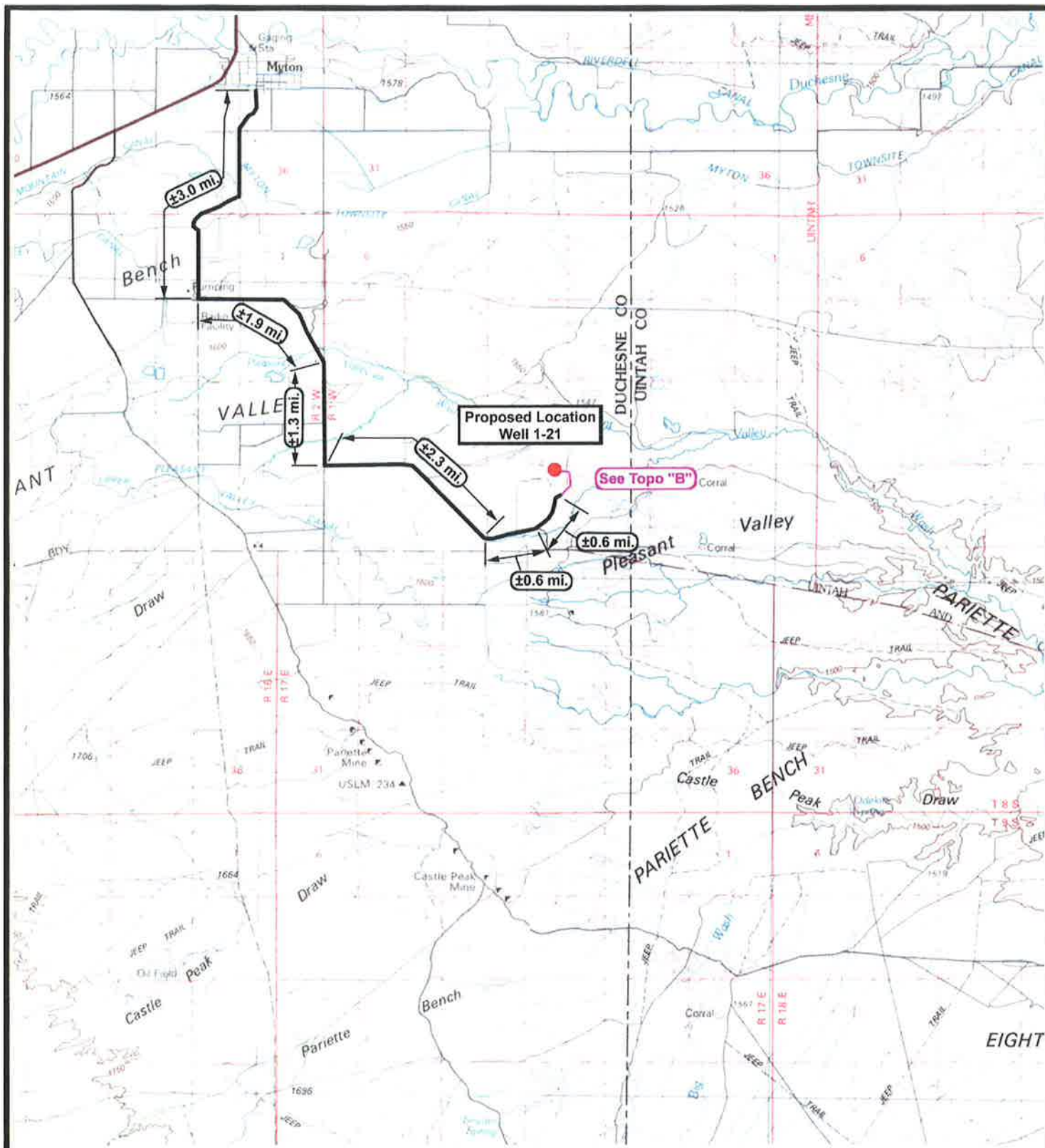



EXHIBIT C





NEWFIELD
Exploration Company

Well 1-21-4-1
SEC. 21, T4S, R1W, U.S.B.&M.





Tri-State
Land Surveying Inc.
(435) 781-2501
180 North Vernal Ave. Vernal, Utah 84078

SCALE: 1:100,000

DRAWN BY: mw

DATE: 10-28-2009

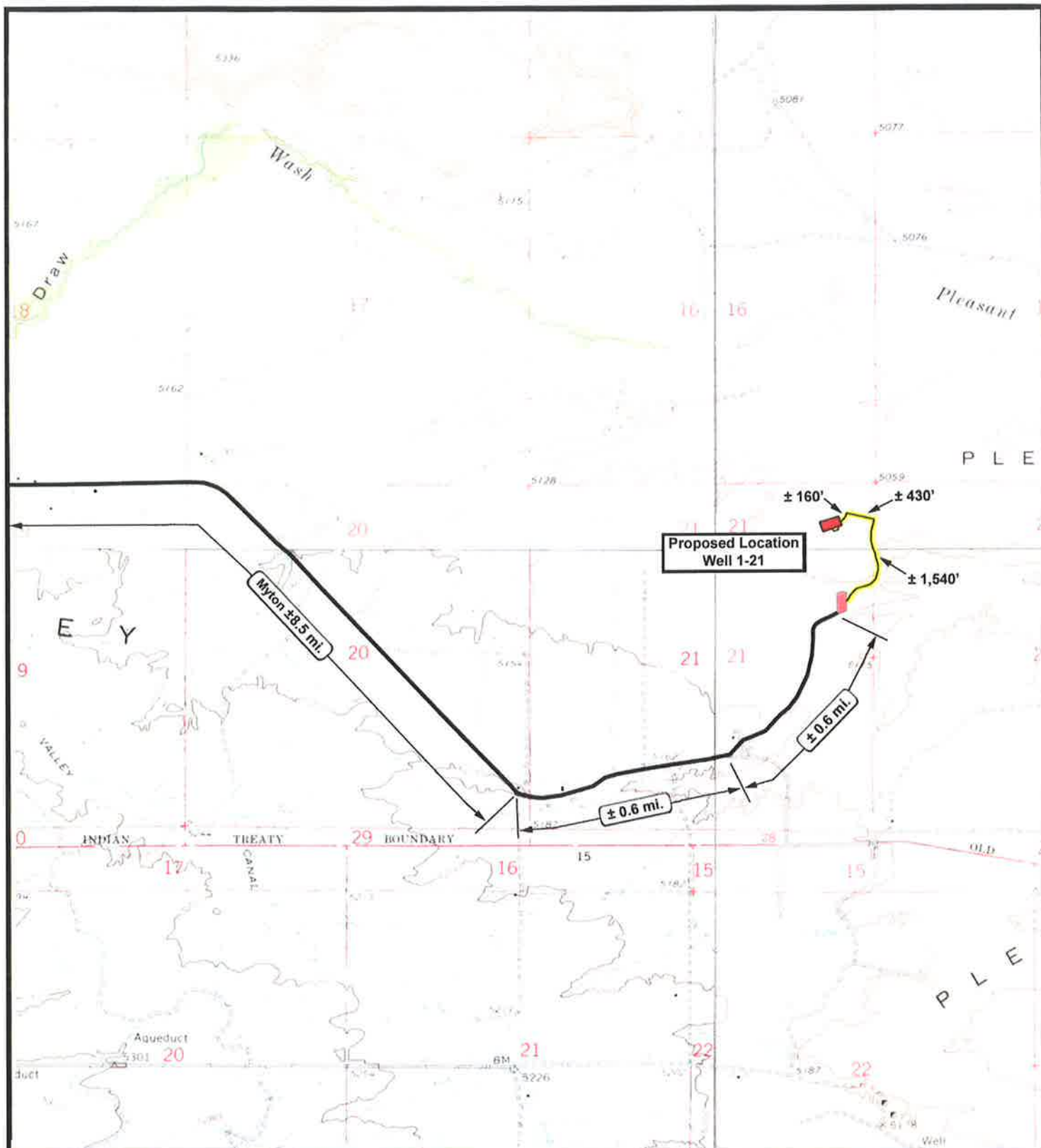
Legend

Existing Road

Proposed Access

TOPOGRAPHIC MAP

"A"





Tri-State
Land Surveying Inc.
(435) 781-2501
180 North Vernal Ave. Vernal, Utah 84078

SCALE: 1" = 2,000'
DRAWN BY: mw
DATE: 10-28-2009

Legend

- Existing Road
- Proposed Access

TOPOGRAPHIC MAP
"B"



Well 1-21-4-1
SEC. 21, T4S, R1W, U.S.B.&M.



 (435) 781-2501
180 North Vernal Ave. Vernal, Utah 84078

SCALE: 1" = 2,000'

DRAWN BY: mw

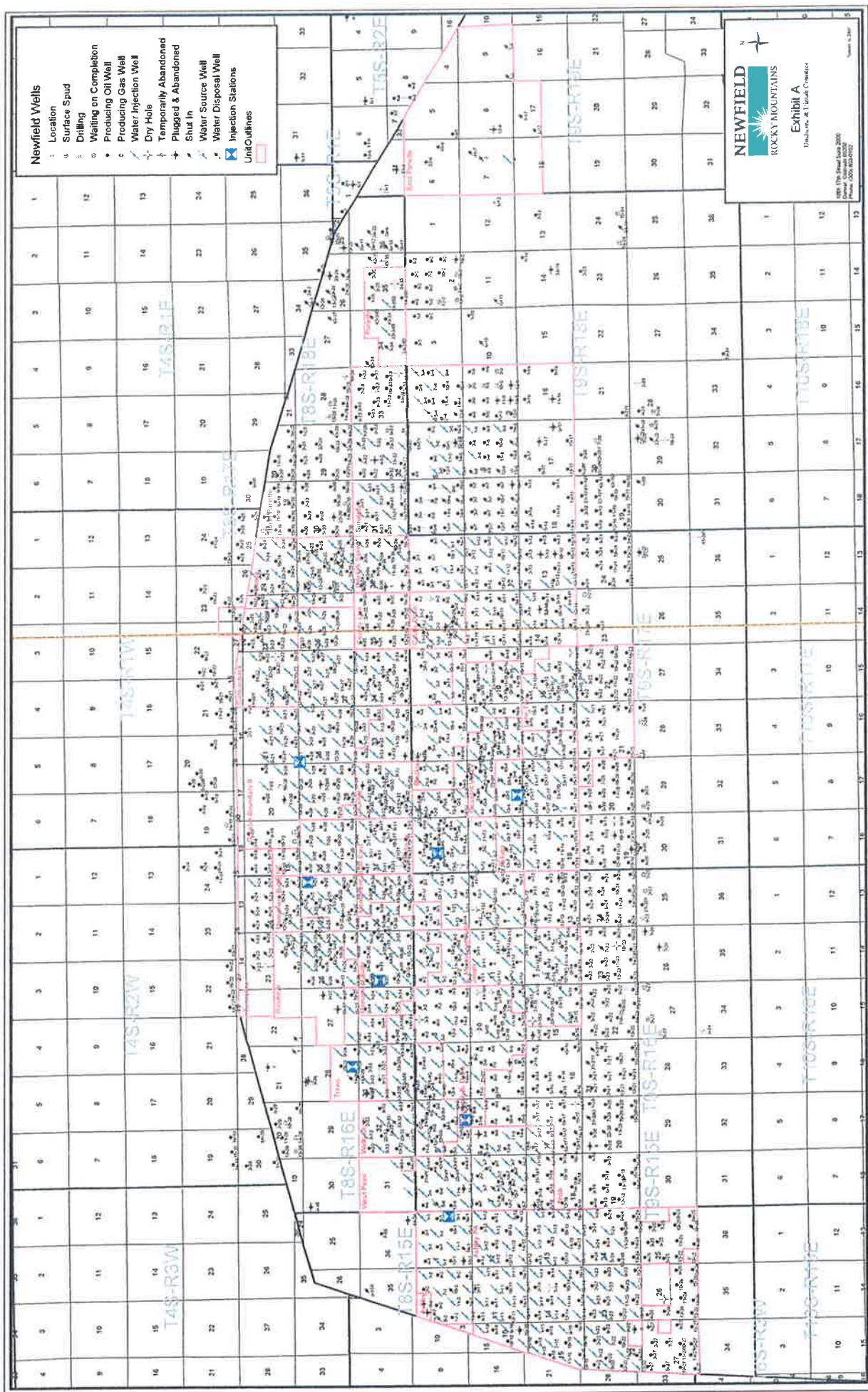
DATE: 10-28-2009

Legend

-  Roads
 Proposed Gas Line
 Proposed Water Line

TOPOGRAPHIC MAP

"C"





**NEWFIELD PRODUCTION COMPANY
UTE TRIBAL 1-21-4-1
NE/NE SECTION 21, T4S, R1W
DUCHESNE COUNTY, UTAH**

ONSHORE ORDER NO. 1

MULTI-POINT SURFACE USE & OPERATIONS PLAN

1. EXISTING ROADS

See attached Topographic Map "A"

To reach Newfield Production Company well location site Ute Tribal 1-21-4-1 located in the NE 1/4 NE 1/4 Section 21, T4S, R1W, Duchesne County, Utah:

Proceed in a southerly direction out of Myton, approximately 3.0 miles to it's junction with an existing road to the east; proceed in a southeasterly direction approximately 3.2 miles to it's junction with an existing road to the east; proceed in a southeasterly direction approximately 2.3 miles to it's junction with an existing road to the northeast; proceed northeasterly approximately 1.2 miles to it's junction with the beginning of the proposed access road; proceed along the proposed access road approximately 2,130' to the proposed well location.

The aforementioned dirt oil field service roads and other roads in the vicinity are constructed out of existing native materials that are prevalent to the existing area they are located in and range from clays to a sandy-clay shale material.

The roads for access during the drilling, completion and production phase will be maintained at the standards required by the State of Utah, or other controlling agencies. This maintenance will consist of some minor grader work for smoothing road surfaces and for snow removal. Any necessary fill material for repair will be purchase and hauled from private sources.

2. PLANNED ACCESS ROAD

Approximately 2,130' of access road is proposed for the proposed well. See attached **Topographic Map "B"**.

The proposed access road will be an 18' crown road (9' either side of the centerline) with drainage ditches along either side of the proposed road whether it is deemed necessary in order to handle any run-off from normal meteorological conditions that are prevalent to this area. The maximum grade will be less than 8%.

There will be **no** culverts required along this access road. There will be barrow ditches and turnouts as needed along this road.

There are no fences encountered along this proposed road. There will be no new gates or cattle guards required.

All construction material for this access road will be borrowed material accumulated during construction of the access road.

3. LOCATION OF EXISTING WELLS

Refer to Exhibit "B".

4. **LOCATION OF EXISTING AND/OR PROPOSED FACILITIES**

There are no existing facilities that will be used by this well.

It is anticipated that this well will be a producing oil well.

Upon construction of a tank battery, the well pad will be surrounded by a dike of sufficient capacity to contain at minimum 110% of the largest tank volume within the facility battery.

Tank batteries will be built to State specifications.

All permanent (on site for six (6) months or longer) structures, constructed or installed (including pumping units), will be painted a flat, non-reflective, earth tone color to match one of the standard environmental colors, as determined by the Rocky Mountain Five State Interagency Committee. All facilities will be painted within six months of installation.

5. **LOCATION AND TYPE OF WATER SUPPLY**

Newfield Production will transport water by truck from nearest water source as determined by a Newfield representative for the purpose of drilling the above mentioned well. The available water sources are as follows:

Johnson Water District
Water Right : 43-7478

Neil Moon Pond
Water Right: 43-11787

Maurice Harvey Pond
Water Right: 47-1358

Newfield Collector Well
Water Right: 41-3530 (A30414DV, contracted with the Duchesne County Conservancy District).

There will be no water well drilled at this site.

6. **SOURCE OF CONSTRUCTION MATERIALS**

All construction material for this location shall be borrowed material accumulated during construction of the location site and access road.

A mineral material application is not required for this location.

7. **METHODS FOR HANDLING WASTE DISPOSAL**

A small reserve pit (90' x 40' x 8' deep, or less) will be constructed from native soil and clay materials. The reserve pit will receive the processed drill cutting (wet sand, shale & rock) removed from the wellbore. Any drilling fluids, which do accumulate in the pit as a result of shale-shaker carryover, cleaning of the sand trap, etc., will be promptly reclaimed. All drilling fluids will be fresh water based, typically containing Total Dissolved Solids of less than 3000 PPM. No potassium chloride, chromates, trash, debris, nor any other substance deemed hazardous will be placed in this pit. Therefore, it is proposed that no synthetic liner be required in the reserve pit. However, if upon constructing the pit there is insufficient fine clay and silt present, a liner will be used for the purpose of reducing water loss through percolation.

Newfield requests approval that a flare pit not be constructed or utilized on this location.

A portable toilet will be provided for human waste.

A trash basket will be provided for garbage (trash) and hauled away to an approved disposal site at the completion of the drilling activities.

Immediately upon first production, all produced water will be confined to a steel storage tank. If the production water meets quality guidelines, it is transported to the Ashley, Monument Butte, Jonah, and Beluga water injection facilities by company or contract trucks. Subsequently, the produced water is injected into approved Class II wells to enhance Newfield's secondary recovery project.

Water not meeting quality criteria, is disposed at Newfield's Pariette #4 disposal well (Sec. 7, T9S R19E), State of Utah approved surface disposal facilities, or Federally approved surface disposal facilities.

8. **ANCILLARY FACILITIES**

There are no ancillary facilities planned for at the present time and none foreseen in the near future.

9. **WELL SITE LAYOUT**

See attached Location Layout Sheet.

Fencing Requirements

All pits will be fenced according to the following minimum standards:

- a) A 39-inch net wire shall be used with at least one strand of barbed wire on top of the net.
- b) The net wire shall be no more than two (2) inches above the ground. The barbed wire shall be three (3) inches above the net wire. Total height of the fence shall be at least forty-two (42) inches.
- c) Corner posts shall be centered and/or braced in such a manner to keep tight at all times
- d) Standard steel, wood or pipe posts shall be used between the corner braces. Maximum distance between any two posts shall be no greater than sixteen (16) feet.
- e) All wire shall be stretched, by using a stretching device, before it is attached to the corner posts.

The reserve pit fencing will be on three (3) sides during drilling operations and on the fourth side when the rig moves off location. Pits will be fenced and maintained until cleanup.

Existing fences to be crossed by the access road will be braced and tied off before cutting so as to prevent slacking in the wire. The opening shall be closed temporarily as necessary during construction to prevent the escape of livestock, and upon completion of construction the fence shall be repaired to BLM specifications.

10. **PLANS FOR RESTORATION OF SURFACE:**

- a) Producing Location

Immediately upon well completion, the location and surrounding area will be cleared of all unused tubing, equipment, debris, material, trash and junk not required for production.

The reserve pit and that portion of the location not needed for production facilities/operations will be recontoured to the approximated natural contours. Weather permitting, the reserve pit will be

reclaimed within one hundred twenty (120) days from the date of well completion. Before any dirt work takes place, the reserve pit must have all fluids and hydrocarbons removed.

b) Dry Hole Abandoned Location

At such time as the well is plugged and abandoned, the operator shall submit a subsequent report of abandonment and the State of Utah will attach the appropriate surface rehabilitation conditions of approval.

11. **SURFACE OWNERSHIP** – Gerald N. Andersen Family Trust.
See attached Memorandum of Surface Use Agreement and Easement ROW.

12. **OTHER ADDITIONAL INFORMATION**

Newfield Production Company requests 2,130' of disturbed area be granted to allow for construction of the planned access road. **Refer to Topographic Map "B"**. A permanent width of 30' and a running surface of 18' is proposed for the planned access road. The construction phase of the planned access road will last approximately (5) days. The planned access road will be an 18' crown road (9' either side of the centerline) with drainage ditches along either side of the proposed road whether it is deemed necessary in order to handle any run-off from normal meteorological conditions that are prevalent to this area. The maximum grade will be less than 8%. There will be no culverts required along this access road. There will be barrow ditches and turnouts as needed along this road. There are no fences encountered along this proposed road. There will be no new gates or cattle guards required. All construction material for this access road will be borrowed material accumulated during construction of the access road.

Newfield Production Company requests 590' of disturbed area be granted for construction of the proposed gas lines. It is proposed that the disturbed area will temporarily be 50' wide to allow for construction of a 6" gas gathering line, and a 3" poly fuel gas line, with a permanent width of 30' upon completion of the proposed gas lines. The construction phase of the proposed gas lines will last approximately (5) days. Both proposed lines will tie in to the existing pipeline infrastructure. **Refer to Topographic Map "C."**

Newfield Production Company requests 590' of disturbed area be granted to allow for construction of the proposed water lines. It is proposed that the disturbed area will temporarily be 50' wide to allow for construction of a buried 3" steel water injection line and a buried 3" poly water return line and 30' wide upon completion of the proposed water lines. Both proposed lines will tie in to the existing pipeline infrastructure. **Refer to Topographic Map "C."** In the event that the proposed well is converted to a water injection well, a separate injection permit will be applied for through the proper agencies.

- a) Newfield Production Company is responsible for informing all persons in the area who are associated with this project that they will be subject to prosecution for knowingly disturbing historic or archaeological sites, or for collecting artifacts. If historic or archaeological materials are uncovered during construction, Newfield is to immediately stop work that might further disturb such materials and contact the Authorized Officer.
- b) Newfield Production will control noxious weeds along rights-of-way for roads, pipelines, well sites or other applicable facilities. On State administered land it is required that a Pesticide Use Proposal shall be submitted and given approval prior to the application of herbicides or other possible hazardous chemicals.
- c) Drilling rigs and/or equipment used during drilling operations on this well site will not be stacked or stored on State Lands after the conclusion of drilling operations or at any other time without State authorization. However, if State authorization is obtained, it is only a temporary measure to allow time to make arrangements for permanent storage on commercial facilities.

The Archaeological and Paleontological Report Waiver is attached.

Additional Surface Stipulations

All lease and/or unit operations will be conducted in such a manner that full compliance is made with all applicable laws and regulations, Onshore Oil and Gas Orders, the approved plan of operations and any applicable Notice to Lessees. A copy of these conditions will be furnished to the field representative to ensure compliance.

Hazardous Material Declaration

Newfield Production Company guarantees that during the drilling and completion of the Ute Tribal 1-21-4-1, Newfield will not use, produce, store, transport or dispose 10,000# annually of any of the hazardous chemicals contained in the Environmental Protection Agency's consolidated list of chemicals subject to reporting under Title III Superfund Amendments and Reauthorization Act (SARA) of 1986. Newfield also guarantees that during the drilling and completion of the Ute Tribal 1-21-4-1, Newfield will use, produce, store, transport or dispose less than the threshold planning quantity (T.P.Q.) of any extremely hazardous substances as defined in 40 CFR 355.

A complete copy of the approved APD, if applicable, shall be on location during the construction of the location and drilling activities.

Newfield Production Company or a contractor employed by Newfield Production shall contact the State office at (801) 722-3417, 48 hours prior to construction activities.

The State office as well as the Ute Tribe Energy and Mineral Department shall be notified upon site completion prior to moving on the drilling rig.

13. LESSEE'S OR OPERATOR'S REPRESENTATIVE AND CERTIFICATION:

Representative

Name: Tim Eaton
Address: Newfield Production Company
Route 3, Box 3630
Myton, UT 84052
Telephone: (435) 646-3721

Certification

Please be advised that Newfield Production Company is considered to be the operator of well #1-21-4-1, NE/NE Section 21, T4S, R1W, Duchesne County, Utah and is responsible under the terms and conditions of the lease for the operations conducted upon the leased lands. Bond coverage is provided by, Federal Bond #WYB000493.

I hereby certify that the proposed drill site and access route have been inspected, and I am familiar with the conditions which currently exist; that the statements made in this plan are true and correct to the best of my knowledge; and that the work associated with the operations proposed here will be performed by Newfield Production Company and its contractors and subcontractors in conformity with this plan and the terms and conditions under which it is approved. This statement is subject to the provisions of the 18 U.S.C. 1001 for the filing of a false statement.

12/15/09
Date

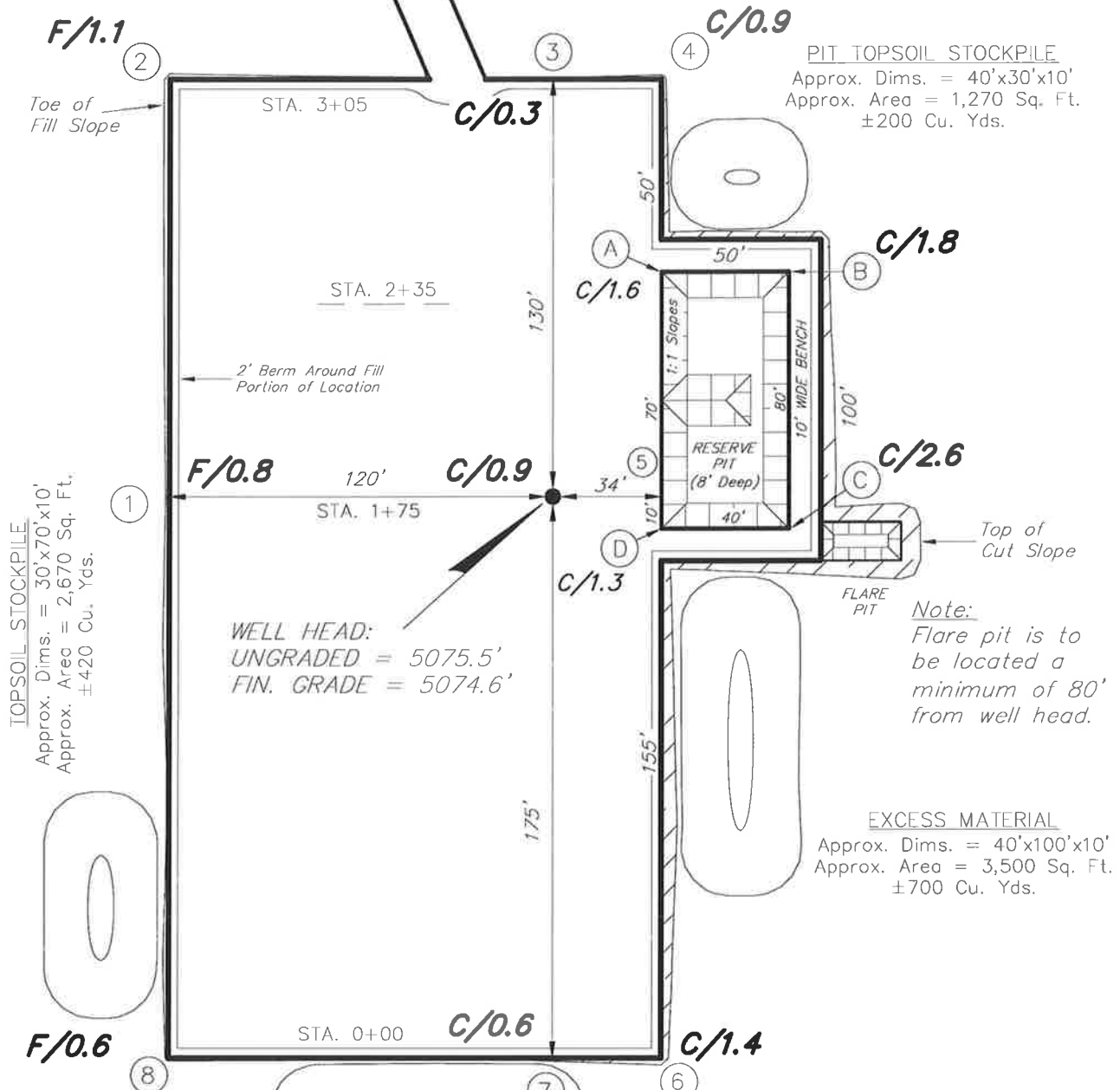

Mandie Crozier
Regulatory Specialist
Newfield Production Company

NEWFIELD PRODUCTION COMPANY

WELL 1-21-4-1

Section 21, T4S, R1W, U.S.B.&M.

PROPOSED ACCESS
ROAD (Max. 6% Grade)



REFERENCE POINTS

170' NORTHWEST	5073.3'
220' NORTHWEST	5072.0'
225' SOUTHWEST	5075.3'
275' SOUTHWEST	5075.9'

TOPSOIL STOCKPILE

Approx. Dims. = 100'x30'x10'
Approx. Area = 3,160 Sq. Ft.
±590 Cu. Yds.

SURVEYED BY: T.P.	DATE SURVEYED: 10-23-09
DRAWN BY: M.W.	DATE DRAWN: 10-28-09
SCALE: 1" = 50'	REVISED:

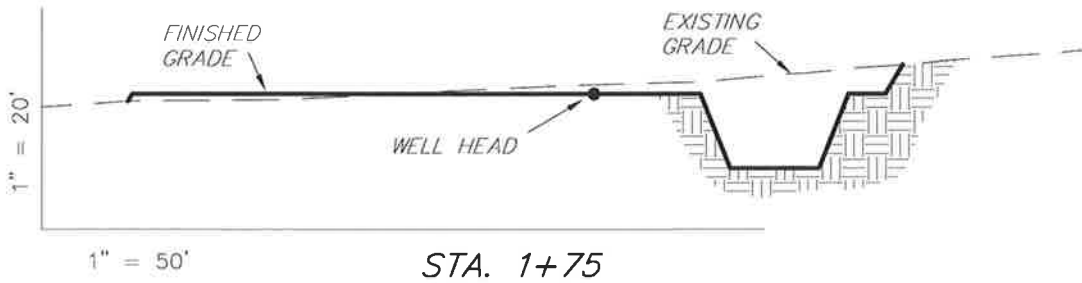
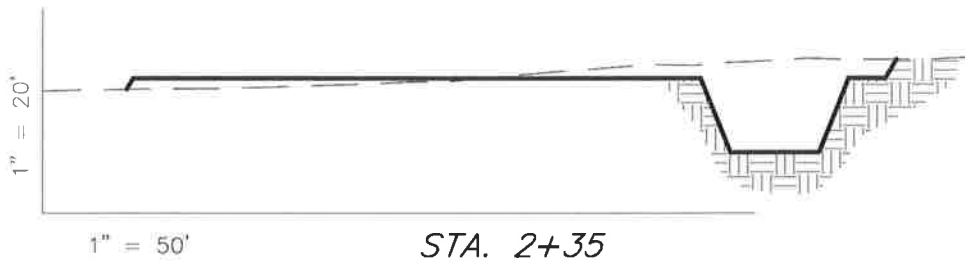
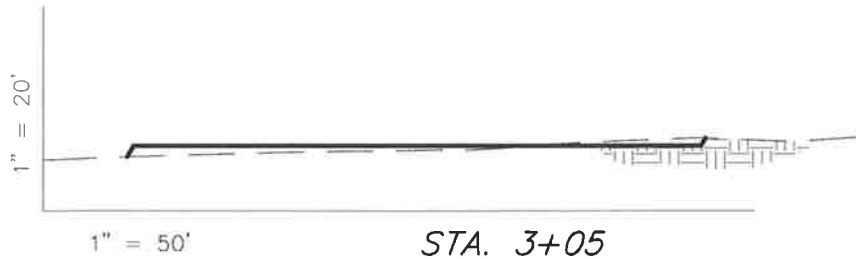
Tri State
Land Surveying, Inc.

(435) 781-2501

180 NORTH VERNAL AVE. VERNAL, UTAH 84078

NEWFIELD PRODUCTION COMPANY

CROSS SECTIONS WELL 1-21-4-1



NOTE:
UNLESS OTHERWISE
NOTED ALL CUT/FILL
SLOPES ARE AT 1.5:1

ESTIMATED EARTHWORK QUANTITIES (No Shrink or swell adjustments have been used)

(Expressed in Cubic Yards)

ITEM	CUT	FILL	6" TOPSOIL	EXCESS
PAD	1,040	1,030	Topsoil is not included in Pad Cut	10
PIT	640	0		640
TOTALS	1,680	1,030	1,010	650

SURVEYED BY: T.P. DATE SURVEYED: 10-23-09
DRAWN BY: M.W. DATE DRAWN: 10-28-09
SCALE: 1" = 50' REVISED:

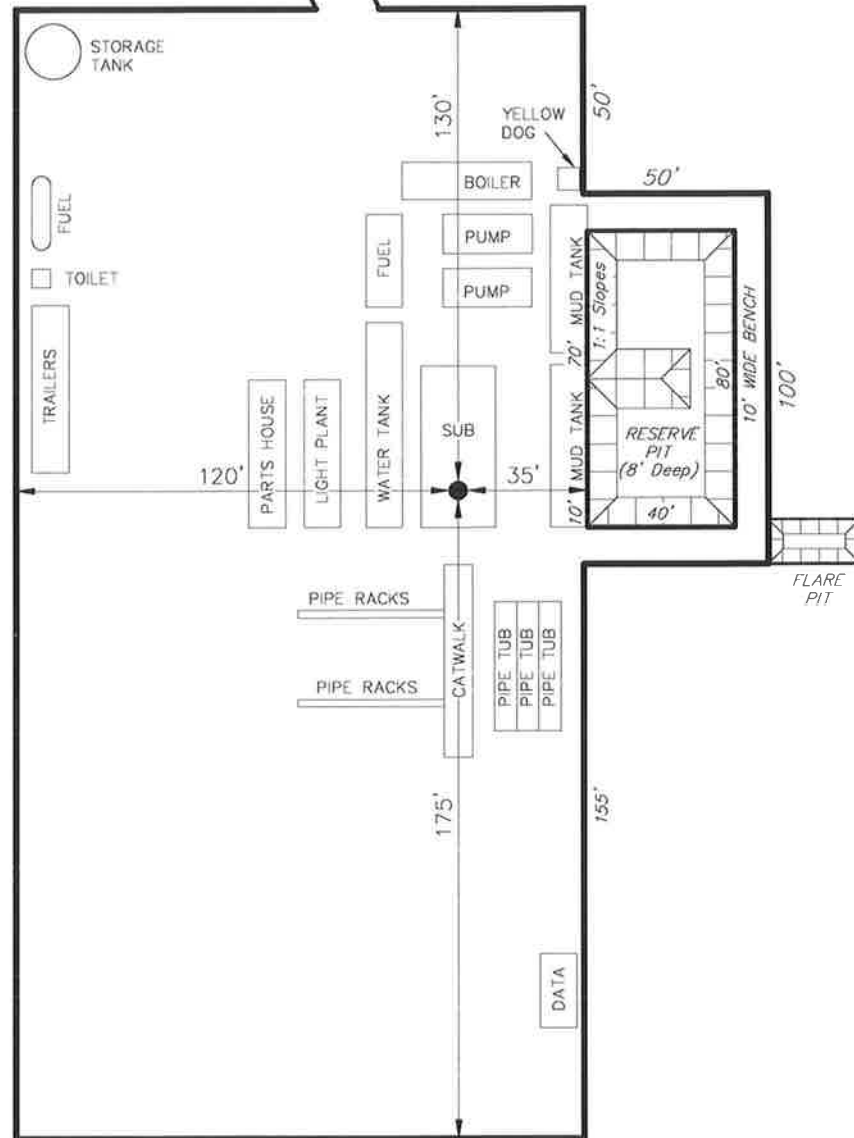
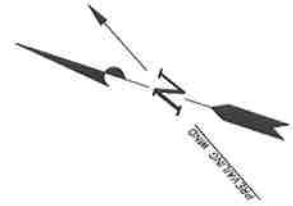
Tri State (435) 781-2501
Land Surveying, Inc.
180 NORTH VERNAL AVE. VERNAL, UTAH 84078

NEWFIELD PRODUCTION COMPANY

TYPICAL RIG LAYOUT

WELL 1-21-4-1

PROPOSED ACCESS
ROAD (Max. 6% Grade)



SURVEYED BY: T.P.	DATE SURVEYED: 10-23-09
DRAWN BY: M.W.	DATE DRAWN: 10-28-09
SCALE: 1" = 50'	REVISED:

Tri State (435) 781-2501
Land Surveying, Inc.
180 NORTH VERNAL AVE. VERNAL, UTAH 84078

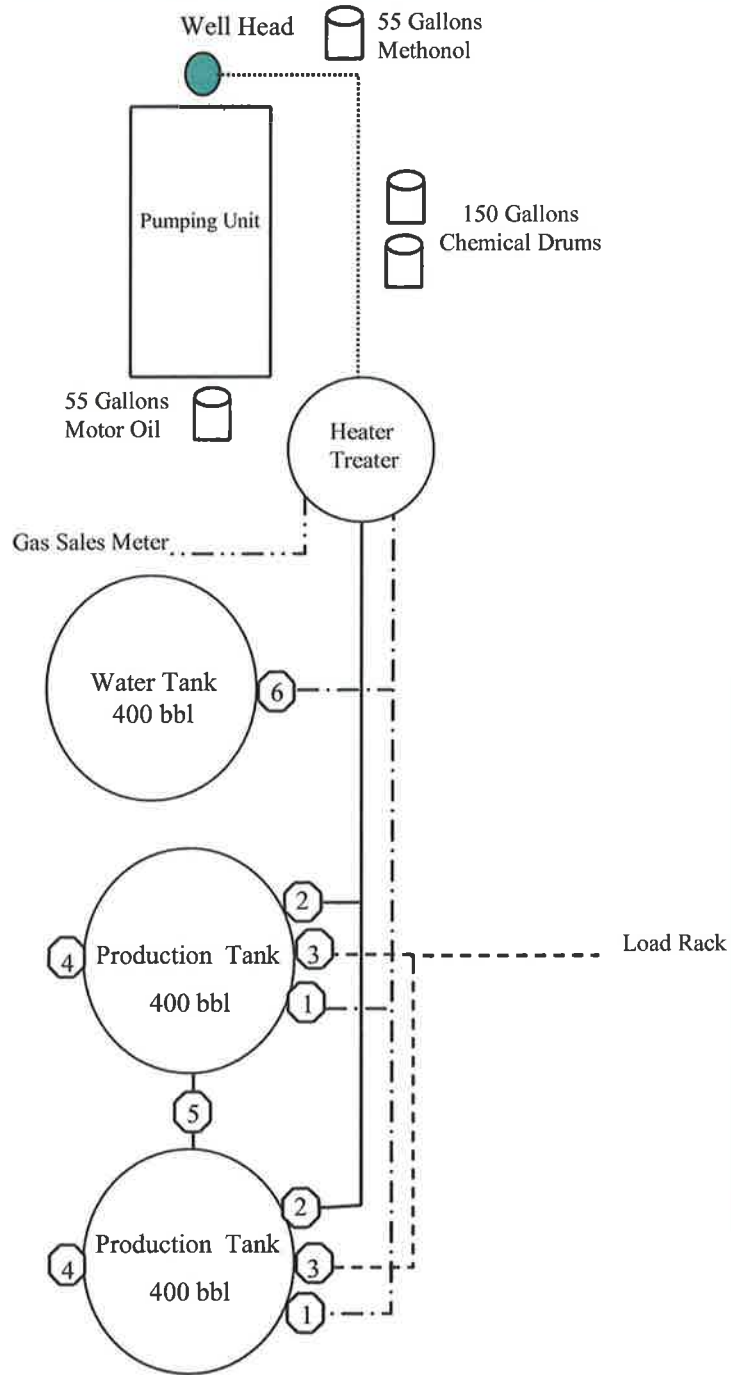
Newfield Production Company Proposed Site Facility Diagram

Ute Tribal 1-21-4-1

NE/NE Sec. 21, T4S, R1W

Duchesne County, Utah

EDA# 14-20-H62-5609



Legend

Emulsion Line
Load Rack	-----
Water Line	- . - . - . - .
Gas Sales	- . - . - . - .
Oil Line	—————

Production Phase:

- 1) Valves 1, 3, and 4 sealed closed
- 2) Valves 2, 5, and 6 sealed open

Sales Phase:

- 1) Valves 1, 2, 4, 5, and 6 sealed closed
- 2) Valve 3 open

Draining Phase:

- 1) Valves 1 and 6 open

EXHIBIT D

Township 4 South, Range 1 West

Section 21: NENE (1-21-4-1)
 NWNE (2-21-4-1)
 NENW (3-21-4-1)
 SEnw (6-21-4-1)
 SWNE (7-21-4-1)

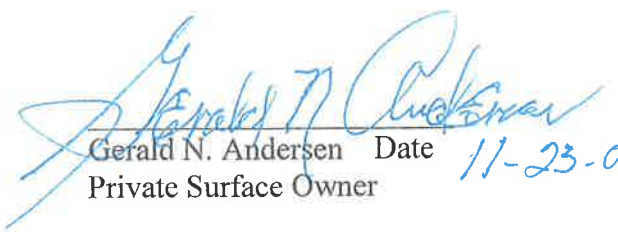
Section 22: NENW (3-22-4-1)
 NWNW (4-22-4-1)

Duchesne County, Utah

ARCHAEOLOGICAL & PALEOTOLOGICAL REPORT WAIVER


For the above referenced location; Gerald N. Andersen Family Trust, Gerald N. Andersen. (Having a Surface Owner Agreement with Newfield Production Company)

Gerald N. Andersen, representing this entity does agree to waive the request from the State of Utah and Bureau of Land Management for an Archaeological/Cultural and Paleotological Resource Survey for any wells covered by the Surface Use Agreement dated 11/23/09 between the above said private land owner and Newfield Production. This waiver hereby releases Newfield Production Company from this request.



Gerald N. Andersen
Private Surface Owner

Date 11-23-09



Brad Mecham
Newfield Production Company

Date

11-24-09

ON-SITE PREDRILL EVALUATION

Utah Division of Oil, Gas and Mining

Operator	NEWFIELD PRODUCTION COMPANY				
Well Name	Ute Tribal 1-21-4-1				
API Number	43013502020000	APD No	2227	Field/Unit	MONUMENT BUTTE
Location: 1/4,1/4	NENE	Sec	21	Tw	4.0S
		Rng	1.0W	662	FNL 660 FEL
GPS Coord (UTM)	585741 4442025	Surface Owner	Gerald N. Andersen Family Trust		

Participants

Floyd Bartlett (DOGM), Tim Eaton, Brian Foote (Newfield Production Co.), Cory Miller and Tyson Reary (Tri State Land Surveying), James Hereferd (Bureau of Land Management).

Regional/Local Setting & Topography

Floyd Bartlett (DOGM), Tim Eaton, Brian Foote (Newfield Production Co.), Cory Miller and Tyson Reary (Tri State Land Surveying), James Hereferd (Bureau of Land Management).

The location is approximately 10 road miles southwest of Myton, UT in a sub-drainage of Pleasant Valley Wash which drains into the Pariette Draw drainage of Duchesne County. Both of these draws contain perennial streams somewhat consisting of irrigation runoff and seepage. Pariette Draw runs into the Green River approximately 6 miles downstream from Ouray, Utah and about 12 miles downstream from the location. Broad flats in Pleasant Valley frequently used for agriculture characterize the area. Flats are intersected by drainages with gentle to moderate side slopes. Access is by State and County and existing or planned oil field development roads. Approximately 160 feet of new construction across Anderson's private land will be required to reach the location.

The Hancock 1-21-4-1 oil well pad is proposed within a large greasewood flat in the bottom of a sub-drainage of Pleasant Valley Wash. This flat breaks off from a ridge to the south and west. A rocky knoll is beyond the site to the northeast. This flat probably has an elevated water table but no seeps of springs were noted. Imported borrow will probably be required to harden the pad surface. No drainages intersect the site and no diversions are needed.

The selected location should be suitable and stable for constructing the pad, drilling and operating the proposed well.

Gerald Anderson owns the surface of the location and surrounding area.

Surface Use Plan

Current Surface Use

Grazing
Wildlife Habitat
Recreational

New Road Miles	Well Pad	Src Const Material	Surface Formation
0.01	Width 204 Length 305	Onsite	UNTA

Ancillary Facilities N

Waste Management Plan Adequate?

Environmental Parameters

Affected Floodplains and/or Wetlands N

Flora / Fauna

The site was covered with about 6 inches of snow. Identified vegetation included greasewood, tamarik, and annual weeds.

Cattle, deer, small mammals and birds.

Soil Type and Characteristics

Deep gravely sandy clay loam.

Erosion Issues N

Sedimentation Issues N

Site Stability Issues N

Drainage Diversion Required? N

Berm Required? Y

Erosion Sedimentation Control Required? N

Paleo Survey Run? N **Paleo Potential Observed?** N **Cultural Survey Run?** N **Cultural Resources?**

Reserve Pit

Site-Specific Factors

Site Ranking

Distance to Groundwater (feet)		20
Distance to Surface Water (feet)	300 to 1000	2
Dist. Nearest Municipal Well (ft)	>5280	0
Distance to Other Wells (feet)	300 to 1320	10
Native Soil Type	Mod permeability	10
Fluid Type	Fresh Water	5
Drill Cuttings	Normal Rock	0
Annual Precipitation (inches)		0
Affected Populations		
Presence Nearby Utility Conduits	Not Present	0
Final Score		47

1 Sensitivity Level

Characteristics / Requirements

The reserve pit will be 40' x 80' x 8' deep located in an area of cut on the southwest side of the location. A pit liner is required. Newfield commonly uses a 16-mil liner.

Closed Loop Mud Required? N **Liner Required?** Y **Liner Thickness** 16 **Pit Underlayment Required?** Y

Other Observations / Comments

Floyd Bartlett
Evaluator

1/15/2010
Date / Time

Application for Permit to Drill Statement of Basis

2/1/2010

Utah Division of Oil, Gas and Mining

Page 1

APD No	API WellNo	Status	Well Type	Surf Owner	CBM
2227	43013502020000	LOCKED	OW	P	No
Operator	NEWFIELD PRODUCTION COMPANY		Surface Owner-APD	Gerald N. Andersen Family Trust	
Well Name	Ute Tribal 1-21-4-1		Unit		
Field	MONUMENT BUTTE		Type of Work	DRILL	
Location	NENE 21 4S 1W U 662 FNL 660 FEL GPS Coord (UTM) 585749E 4442009N				

Geologic Statement of Basis

The mineral rights for the proposed well are owned by the Ute Tribe. The BLM will be the agency responsible for evaluating and approving the proposed drilling, casing and cementing programs.

Brad Hill
APD Evaluator

1/28/2010
Date / Time

Surface Statement of Basis

The location is approximately 10 road miles southwest of Myton, UT in a sub-drainage of Pleasant Valley Wash which drains into the Pariette Draw drainage of Duchesne County. Both of these draws contain perennial streams somewhat consisting of irrigation runoff and seepage. Pariette Draw runs into the Green River approximately 6 miles downstream from Ouray, Utah and about 12 miles downstream from the location. Broad flats in Pleasant Valley frequently used for agriculture characterize the area. Flats are intersected by drainages with gentle to moderate side slopes. Access is by State and County and existing or planned oil field development roads. Approximately 160 feet of new construction across Anderson's private land will be required to reach the location.

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The selected location should be suitable and stable for constructing the pad, drilling and operating the proposed well.

Gerald Anderson owns the surface of the location and surrounding area. A surface use agreement has been signed. Mr. Anderson was invited by telephone to the pre-site visit. He said he would not attend. The minerals are owned by the United States Government and held in trust for the Ute Indian Tribe. Mr. James Hereford of the BLM, who acts for the Ute Indian Tribe, attended the pre-site and had no concerns regarding the area.

Floyd Bartlett
Onsite Evaluator

1/15/2010
Date / Time

Conditions of Approval / Application for Permit to Drill

Category	Condition
Pits	A synthetic liner with a minimum thickness of 16 mils with a felt subliner shall be properly installed and maintained in the reserve pit.
Surface	The well site shall be bermed to prevent fluids from leaving the pad.
Surface	The reserve pit shall be fenced upon completion of drilling operations.

WORKSHEET

APPLICATION FOR PERMIT TO DRILL

APD RECEIVED: 12/15/2009

API NO. ASSIGNED: 43013502020000

WELL NAME: Ute Tribal 1-21-4-1

OPERATOR: NEWFIELD PRODUCTION COMPANY (N2695)

PHONE NUMBER: 435 646-4825

CONTACT: Mandie Crozier

PROPOSED LOCATION: NENE 21 040S 010W

Permit Tech Review: ☒

SURFACE: 0662 FNL 0660 FEL

Engineering Review: ☐

BOTTOM: 0662 FNL 0660 FEL

Geology Review: ☒

COUNTY: DUCHESNE

LATITUDE: 40.12592

LONGITUDE: -109.99363

UTM SURF EASTINGS: 585749.00

NORTHINGS: 4442009.00

FIELD NAME: MONUMENT BUTTE

LEASE TYPE: 2 - Indian

LEASE NUMBER: 2OG0005609

PROPOSED PRODUCING FORMATION(S): GREEN RIVER

SURFACE OWNER: 4 - Fee

COALBED METHANE: NO

RECEIVED AND/OR REVIEWED:

- ☒ **PLAT**
- ☒ **Bond:** FEDERAL - WYB000493
- ☐ **Potash**
- ☐ **Oil Shale 190-5**
- ☐ **Oil Shale 190-3**
- ☐ **Oil Shale 190-13**
- ☒ **Water Permit:** 43-7478
- ☐ **RDCC Review:**
- ☒ **Fee Surface Agreement**
- ☐ **Intent to Commingle**

Commingle Approved

LOCATION AND SITING:

- ☐ **R649-2-3.**
- Unit:**
- ☐ **R649-3-2. General**
- ☐ **R649-3-3. Exception**
- ☒ **Drilling Unit**
- Board Cause No:** R649-3-2
- Effective Date:**
- Siting:**
- ☐ **R649-3-11. Directional Drill**

Comments: Presite Completed

Stipulations: 4 - Federal Approval - dmason
5 - Statement of Basis - bhll
23 - Spacing - dmason



State of Utah

DEPARTMENT OF NATURAL RESOURCES

MICHAEL R. STYLER
Executive Director

Division of Oil, Gas and Mining

JOHN R. BAZA
Division Director

Permit To Drill

Well Name: Ute Tribal 1-21-4-1
API Well Number: 43013502020000
Lease Number: 2OG0005609
Surface Owner: FEE (PRIVATE)
Approval Date: 2/3/2010

Issued to:

NEWFIELD PRODUCTION COMPANY , Rt 3 Box 3630 , Myton, UT 84052

Authority:

Pursuant to Utah Code Ann. §40-6-1 et seq., and Utah Administrative Code R649-3-1 et seq., the Utah Division of Oil, Gas and Mining issues conditions of approval, and permit to drill the listed well. This permit is issued in accordance with the requirements of R649-3-2. The expected producing formation or pool is the GREEN RIVER Formation(s), completion into any other zones will require filing a Sundry Notice (Form 9). Completion and commingling of more than one pool will require approval in accordance with R649-3-22.

Duration:

This approval shall expire one year from the above date unless substantial and continuous operation is underway, or a request for extension is made prior to the expiration date

General:

Compliance with the requirements of Utah Admin. R. 649-1 et seq., the Oil and Gas Conservation General Rules, and the applicable terms and provisions of the approved Application for permit to drill.

Conditions of Approval:

State approval of this well does not supercede the required federal approval, which must be obtained prior to drilling.

This proposed well is located in an area for which drilling units (well spacing patterns) have not been established through an order of the Board of Oil, Gas and Mining (the "Board"). In order to avoid the possibility of waste or injury to correlative rights, the operator is requested, once the well has been drilled, completed, and has produced, to analyze geological and engineering data generated therefrom, as well as any similar data from surrounding areas if available. As soon as is practicable after completion of its analysis, and if the analysis suggests an area larger than the quarter-quarter section upon which the well is located is being drained, the operator is requested to seek an appropriate order from the Board establishing drilling and spacing units in conformance with such analysis by filing a Request for Agency Action with the Board.

Compliance with the Conditions of Approval/Application for Permit to Drill outlined in the Statement of Basis (copy attached).

Notification Requirements:

The operator is required to notify the Division of Oil, Gas and Mining of the following actions during

drilling of this well:

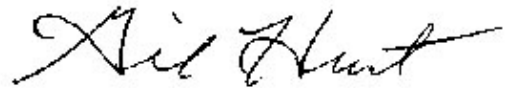
- Within 24 hours following the spudding of the well – contact Carol Daniels at 801-538-5284 (please leave a voicemail message if not available)
- OR
- submit an electronic sundry notice (pre-registration required) via the Utah Oil & Gas website at <https://oilgas.ogm.utah.gov>

Reporting Requirements:

All reports, forms and submittals as required by the Utah Oil and Gas Conservation General Rules will be promptly filed with the Division of Oil, Gas and Mining, including but not limited to:

- Entity Action Form (Form 6) – due within 5 days of spudding the well
- Monthly Status Report (Form 9) – due by 5th day of the following calendar month
- Requests to Change Plans (Form 9) – due prior to implementation
- Written Notice of Emergency Changes (Form 9) – due within 5 days
- Notice of Operations Suspension or Resumption (Form 9) – due prior to implementation
- Report of Water Encountered (Form 7) – due within 30 days after completion
- Well Completion Report (Form 8) – due within 30 days after completion or plugging

Approved By:

A handwritten signature in black ink, appearing to read "Gil Hunt", with a stylized, cursive script.

Gil Hunt
Associate Director, Oil & Gas

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

FORM APPROVED
OMB NO. 1004-0137
Expires: July 31, 2010

WELL COMPLETION OR RECOMPLETION REPORT AND LOG

5. Lease Serial No.
EDA 20G0005609

a. Type of Well ☒ Oil Well ☐ Gas Well ☐ Dry ☐ Other
b. Type of Completion: ☒ New Well ☐ Work Over ☐ Deepen ☐ Plug Back ☐ Diff. Resvr.,
Other: _____

6. If Indian, Allottee or Tribe Name

7. Unit or CA Agreement Name and No.

2. Name of Operator
NEWFIELD EXPLORATION COMPANY

8. Lease Name and Well No.
UTE TRIBAL 1-21-4-1

3. Address
1401 17TH ST. SUITE 1000 DENVER, CO 80202

3a. Phone No. (include area code)
(435)646-3721

9. AFI Well No.
43-013-50202

4. Location of Well (Report location clearly and in accordance with Federal requirements)*

At surface 662' FNL & 660' FEL (NE/NE) SEC. 21, T4S, R1W

10. Field and Pool or Exploratory
MONUMENT BUTTE

11. Sec., T., R., M., on Block and
Survey or Area
SEC. 21, T4S, R1W

At top prod. interval reported below

12. County or Parish 13. State

DUCHESNE

UT

At total depth 7150'

14. Date Spudded
03/22/2010

15. Date T.D. Reached
04/04/2010

16. Date Completed 04/27/2010
☐ D & A ☒ Ready to Prod.

17. Elevations (DF, RKB, RT, GL)*
5075' GL 5087' KB

18. Total Depth: MD 7150'
TVD

19. Plug Back T.D.: MD 7094'
TVD

20. Depth Bridge Plug Set: MD
TVD

21. Type Electric & Other Mechanical Logs Run (Submit copy of each)

DUAL IND GRD, SP, COMP. DENSITY, COMP. NEUTRON, GR, CALIPER, CMT BOND

22. Was well cored? ☒ No ☐ Yes (Submit analysis)
Was DST run? ☒ No ☐ Yes (Submit report)
Directional Survey? ☒ No ☐ Yes (Submit copy)

23. Casing and Liner Record (Report all strings set in well)

Hole Size	Size/Grade	Wt. (#/ft.)	Top (MD)	Bottom (MD)	Stage Cementer Depth	No. of Sk. & Type of Cement	Slurry Vol. (BBL)	Cement Top*	Amount Pulled
12-1/4"	8-5/8" J-55	24#	0	363'		180 CLASS G			
7-7/8"	5-1/2" J-55	15.5#	0	7139'		320 PRIMLITE		76'	
						450 50/50 POZ			

24. Tubing Record

Size	Depth Set (MD)	Packer Depth (MD)	Size	Depth Set (MD)	Packer Depth (MD)	Size	Depth Set (MD)	Packer Depth (MD)
2-7/8"	EOT@ 6935'	TA @ 6836'						

25. Producing Intervals

Formation	Top	Bottom	Perforated Interval	Size	No. Holes	Perf. Status
A) Green River			6810-6875' BsCarb	.36"	3	42
B) Green River			6598-6742' CP4 CP5 CPL	.34"	3	51
C) Green River			6445-6455' CP2	.34"	3	30
D) Green River			4674-4809' GG GG1	.34"	3	21

27. Acid, Fracture, Treatment, Cement Squeeze, etc.

Depth Interval	Amount and Type of Material
6810-6875'	Frac w/ 75000#s 20/40 sand in 1214 bbls of slick water.
6598-6742'	Frac w/ 75000#s 20/40 sand in 1871 bbls of slick water.
6445-6455'	Frac w/ 61639#s 20/40 sand in 265 bbls of Lightning 17 fluid.
4674-4809'	Frac w/ 32546#s 20/40 sand in 162 bbls of Lightning 17 fluid.

28. Production - Interval A

Date First Produced	Test Date	Hours Tested	Test Production	Oil BBL	Gas MCF	Water BBL	Oil Gravity Corr. API	Gas Gravity	Production Method
4-28-10	5-10-10	24	→	40	0	105			2-1/2" x 1-1/2" x 17' x 20' RHAC Pump
Choke Size	Tbg. Press. Flwg. SI	Csg. Press.	24 Hr. Rate	Oil BBL	Gas MCF	Water BBL	Gas/Oil Ratio	Well Status	PRODUCING
			→						

28a. Production - Interval B

Date First Produced	Test Date	Hours Tested	Test Production	Oil BBL	Gas MCF	Water BBL	Oil Gravity Corr. API	Gas Gravity	Production Method
			→						
Choke Size	Tbg. Press. Flwg. SI	Csg. Press.	24 Hr. Rate	Oil BBL	Gas MCF	Water BBL	Gas/Oil Ratio	Well Status	
			→						

*(See instructions and spaces for additional data on page 2)

RECEIVED

JUN 03 2010

DIV. OF OIL, GAS & MINING

28b. Production - Interval C

Date First Produced	Test Date	Hours Tested	Test Production	Oil BBL	Gas MCF	Water BBL	Oil Gravity Corr. API	Gas Gravity	Production Method
			→						
Choke Size	Tbg. Press. Flwg. SI	Csg. Press.	24 Hr. Rate	Oil BBL	Gas MCF	Water BBL	Gas/Oil Ratio	Well Status	
			→						

28c. Production - Interval D

Date First Produced	Test Date	Hours Tested	Test Production	Oil BBL	Gas MCF	Water BBL	Oil Gravity Corr. API	Gas Gravity	Production Method
			→						
Choke Size	Tbg. Press. Flwg. SI	Csg. Press.	24 Hr. Rate	Oil BBL	Gas MCF	Water BBL	Gas/Oil Ratio	Well Status	
			→						

29. Disposition of Gas (Solid, used for fuel, vented, etc.)

USED FOR FUEL

30. Summary of Porous Zones (Include Aquifers):

Show all important zones of porosity and contents thereof: Cored intervals and all drill-stem tests, including depth interval tested, cushion used, time tool open, flowing and shut-in pressures and recoveries.

31. Formation (Log) Markers

GEOLOGICAL MARKERS

Formation	Top	Bottom	Descriptions, Contents, etc.	Name	Top
					Meas. Depth
				GARDEN GULCH MRK GARDEN GULCH 1	4502' 4702'
				GARDEN GULCH 2 POINT 3	4825' 5126'
				X MRKR Y MRKR	5364' 5393'
				DOUGALS CREEK MRK BI CARBONATE MRK	5531' 5844'
				B LIMESTON MRK LBLKSH	5972' 6288'
				CASTLE PEAK BASAL CARBONATE	6363' 6761'
				WASATCH	6887'

32. Additional remarks (include plugging procedure):

33. Indicate which items have been attached by placing a check in the appropriate boxes:

- ☐ Electrical/Mechanical Logs (1 full set req'd.)
 ☐ Geologic Report
 ☐ DST Report
 ☐ Directional Survey
☐ Sundry Notice for plugging and cement verification
 ☐ Core Analysis
☒ Other: Drilling Daily Activity

34. I hereby certify that the foregoing and attached information is complete and correct as determined from all available records (see attached instructions)*

Name (please print) Lucy Chavez-NaupotoTitle Administrative AssistantSignature Date 05/25/2010

Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it a crime for any person knowingly and willfully to make to any department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

Daily Activity Report**Format For Sundry****UTE TRIBAL 1-21-4-1****2/1/2010 To 6/30/2010****UTE TRIBAL 1-21-4-1****Waiting on Cement****Date:** 3/23/2010

Ross #29 at 360. Days Since Spud - 8 5/8" casing w/ 180 sks Class "G" + 2% CaCl₂ + 0.25#/sk Cello Flake at 15.8 ppg w/ 1.17 yield. - On 3/22/10 Ross Rig #29 spud Ute Tribal 1-21-4-1, drilled 360' of 12 1/4" hole, and ran 8 jts 8 5/8" - casing (guide shoe, shoe jt, baffle plate, 7 jts) set @ 362.52' KB. On 3/23/10 BJ Services cemented - Returned 4 bbls to pit.

Daily Cost: \$0**Cumulative Cost:** \$56,335

UTE TRIBAL 1-21-4-1**Waiting on Cement****Date:** 3/30/2010

Ross #29 at 360. 0 Days Since Spud - Rig down and prepare for rig move

Daily Cost: \$0**Cumulative Cost:** \$61,625

UTE TRIBAL 1-21-4-1**Drill 7 7/8" hole with fresh water****Date:** 3/31/2010

NDSI #1 at 1442. 1 Days Since Spud - Survey, Install rotating rubber and drive bushings - Drill 7 7/8" hole F/ 719' to 1442 w/ 15K WOB,TRPM-124,GPM-309,Avg ROP- 96 ft/hr - No H₂S or flow in last 24 hours - No H₂S or flow in last 24 hours - Fix back brake clutch on drawworks - Drill 7 7/8" hole F/ 300' to 363' w/ 10KWOB,TRPM-124,GPM-309,Avg ROP126 ft/hr - Pick up bit,.208mud motor,directional tools, drill collars Tag @ 300' - Test kelly,safety valve,pipe&blind rams choke to 2000#/10min & casing to 1500# /30minutes - Move rig .5miles w/ RWJones, Set equipment and rig up - Drill 7 7/8" hole F/ 363' to 719' w/ 15K WOB,TRPM-124, GPM-309 Avg ROP-118 ft/hr

Daily Cost: \$0**Cumulative Cost:** \$94,811

UTE TRIBAL 1-21-4-1**Drill 7 7/8" hole with fresh water****Date:** 4/1/2010

NDSI #1 at 3722. 2 Days Since Spud - Rig Service, check crownomatic and BOP - No H₂S or flow in last 24 hours - Drill 7 7/8" hole F/ 2408' to 3722' w/ 20K WOB,TRPM-125,GPM-310, Avg ROP-91 ft/hr - Drill 7 7/8" hole F/ 1442' to 2408' w/ 20K WOB,TRPM-125, GPM-310, Avg Rop-107 ft/ hr

Daily Cost: \$0**Cumulative Cost:** \$123,101

UTE TRIBAL 1-21-4-1**Drill 7 7/8" hole with fresh water****Date:** 4/2/2010

NDSI #1 at 5225. 3 Days Since Spud - Rig service funtion test pipe rams and crownomatic - Drill 7 7/8" hole F/ 4225' to 5225' w/ 18K WOB,TRPM-125,GPM-335, Avg ROP-91 ft/hr - Slid 8' @ 4013' - Drill 7 7/8" hole F/ 3722' to 4225' w/ 18K WOB,TRPM-120,GPM-335, ROP-110

Daily Cost: \$0**Cumulative Cost:** \$144,491

UTE TRIBAL 1-21-4-1**Lay Down Drill Pipe/BHA****Date:** 4/3/2010

NDSI #1 at 7150. 4 Days Since Spud - Service rig - function test BOP and check crownomatic.
- Circulate bottoms for logs. - Drill 7 7/8" hole from 6196' to 7150' with 18,000 lbs WOB, 120 total RPM, 310 GPM, 83.0 fph avg ROP - Drill 7 7/8" hole from 5225' to 6196' with 18,000 lbs WOB, 115 total RPM, 310 GPM, 82.6 fph avg ROP

Daily Cost: \$0**Cumulative Cost:** \$192,061

UTE TRIBAL 1-21-4-1**Wait on Completion****Date:** 4/4/2010

NDSI #1 at 7150. 5 Days Since Spud - Circulate csg - CMT w/BJ Pump 320 sks PL II +3% KCL +5#CSE+0.5#CF+2#KOL+.5SMS+FP+SF mixed @ 11ppg - yield @ 3.54 Then tail of 450 sk 50:50:2+3%KCL+0.5%EC-1+.25# SK CF+.05#SF+.3SMS+FP-6L - Mixed @ 14.4 ppg yeild @ 1.24 return 37 bbls to pit Bump plug to 2550 psi - Nipple down set 5.5 csg slips w/ 125,000# tention - Clean Mud tanks - Tear down - Release rig @ 03:30 pm on 4/4/10 - R/U Quicktest - test csg rams @ 2000psi - R/U Psi run DISGL/SP/GR suite TD to surface- DSN/SDL/GR/CAL suite TD to 3000' (loggers TD 7152') - Lay down DP, BHA and Extreme tools - Circulate for logs - R/U QT csg run 164jt 5.5 15.5# j-55 LTC-tag -GS set @ 7138.79' KB -FC set @ 7095.80' KB **Finalized**

Daily Cost: \$0**Cumulative Cost:** \$316,372

Pertinent Files: Go to File List

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

SUNDRY NOTICES AND REPORTS ON WELLS
Do not use this form for proposals to drill or to re-enter an
abandoned well. Use Form 3160-3 (APD) for such proposals.

FORM APPROVED
OMB No. 1004-0137
Expires: July 31, 2010

SUBMIT IN TRIPLICATE - Other Instructions on page 2

1. Type of Well

☒ Oil Well ☐ Gas Well ☐ Other

2. Name of Operator

NEWFIELD PRODUCTION COMPANY

3a. Address Route 3 Box 3630

Myton, UT 84052

3b. Phone (include area code)

435.646.3721

4. Location of Well (Footage, Sec., T., R., M., or Survey Description)

NENE Section 21 T4S R1W

5. Lease Serial No.

MON BUTTE EDA 20G0005609

6. If Indian, Allottee or Tribe Name.

7. If Unit or CA/Agreement, Name and/or

8. Well Name and No.

UTE TRIBAL 1-21-4-1

9. API Well No.

4301350202

10. Field and Pool, or Exploratory Area

MONUMENT BUTTE

11. County or Parish, State

DUCHESNE, UT

12. CHECK APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, OR OTHER DATA

TYPE OF SUBMISSION	TYPE OF ACTION			
<input type="checkbox"/> Notice of Intent	<input type="checkbox"/> Acidize	<input type="checkbox"/> Deepen	<input type="checkbox"/> Production (Start/Resume)	<input type="checkbox"/> Water Shut-Off
<input checked="" type="checkbox"/> Subsequent Report	<input type="checkbox"/> Alter Casing	<input type="checkbox"/> Fracture Treat	<input type="checkbox"/> Reclamation	<input type="checkbox"/> Well Integrity
<input type="checkbox"/> Final Abandonment	<input type="checkbox"/> Casing Repair	<input type="checkbox"/> New Construction	<input type="checkbox"/> Recomplete	<input checked="" type="checkbox"/> Other _____
	<input type="checkbox"/> Change Plans	<input type="checkbox"/> Plug & Abandon	<input type="checkbox"/> Temporarily Abandon	Spud Notice
	<input type="checkbox"/> Convert to Injector	<input type="checkbox"/> Plug Back	<input type="checkbox"/> Water Disposal	

13. Describe Proposed or Completed Operation: (Clearly state all pertinent details, including estimated starting date of any proposed work and approximate duration thereof. If the proposal is to deepen directionally or recompleat horizontally, give subsurface locations and measured and true vertical depths of all pertinent markers and zones. Attach the Bond under which the work will be performed or provide the Bond No. on file with BLM/BIA. Required subsequent reports shall be filed within 30 days following completion of the involved operations. If the operation results in a multiple completion or recompleat in a new interval, a Form 3160-4 shall be filed once testing has been completed. Final Abandonment Notices shall be filed only after all requirements, including reclamation, have been completed, and the operator has determined that the site is ready for final inspection.)

On 3/22/10 MIRU Ross # 29. Spud well @ 9:00 AM. Drill 360' of 12 1/4" hole with air mist. TIH W/ 8 Jt's 8 5/8" J-55 24# casing. Set @ 362.52' KB. On 3/23/10 cement with 180 sks of class "G" w/ 2% CaCL2 + 1/4# per sk Cello Flake mixed @ 15.8 ppg with 1.17 cf/sk yield. Returned 4 bbls cement to pit. WOC.

I hereby certify that the foregoing is true and correct (Printed/ Typed)

Mitch Benson

Signature

Title

Drilling Foreman

Date

03/23/2010

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Approved by

Conditions of approval, if any, are attached. Approval of this notice does not warrant or certify that the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon.

Title

Date

Office

Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it a crime for any person knowingly and willfully to make to any department or agency of the United States any false, fictitious and fraudulent statements or representations as to any matter within its jurisdiction

(Instructions on page 2)

RECEIVED

APR 14 2010

DIV. OF OIL, GAS & MINING

NEWFIELD PRODUCTION COMPANY - CASING & CEMENT REPORT

8 5/8" CASING SET AT 362.52

LAST CASING	<u>14</u>	SET AT	<u>16</u>
DATUM	<u>12</u>		
DATUM TO CUT OFF CASING		<u>12</u>	
DATUM TO BRADENHEAD FLANGE		<u>12</u>	
TD DRILLER	<u>360</u>	LOGGER	<u></u>
HOLE SIZE	<u>12 1/4"</u>		

OPERATOR Newfield Exploration Company
WELL UTE TRIBAL 1-21-4-1
FIELD/PROSPECT Monument Butte
CONTRACTOR & RIG # Ross Rig #29

LOG OF CASING STRING:

[illegible]

DATE **3/23/2010**

STATE OF UTAH
DEPARTMENT OF NATURAL RESOURCES
DIVISION OF OIL, GAS AND MINING

SUNDRY NOTICES AND REPORTS ON WELLS

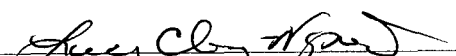
Do not use this form for proposals to drill new wells, significantly deepen existing wells below current bottom-hole depth, reenter plugged wells, or to drill horizontal laterals. Use APPLICATION FOR PERMIT TO DRILL form for such proposals.

1. TYPE OF WELL: OIL WELL <input checked="" type="checkbox"/> GAS WELL <input type="checkbox"/> OTHER <input type="checkbox"/>		5. LEASE DESIGNATION AND SERIAL NUMBER: MON BUTTE EDA 20G0005609
2. NAME OF OPERATOR: NEWFIELD PRODUCTION COMPANY		6. IF INDIAN, ALLOTTEE OR TRIBE NAME:
3. ADDRESS OF OPERATOR: Route 3 Box 3630 CITY Myton STATE UT ZIP 84052		7. UNIT or CA AGREEMENT NAME:
4. LOCATION OF WELL: FOOTAGES AT SURFACE:		8. WELL NAME and NUMBER: UTE TRIBAL 1-21-4-1
OTR/OTR. SECTION. TOWNSHIP. RANGE. MERIDIAN: NENE, 21, T4S, R1W		9. API NUMBER: 4301350202
		10. FIELD AND POOL, OR WILDCAT: MYTON/TRIBAL EDA
		COUNTY: DUCHESNE
		STATE: UT

11. CHECK APPROPRIATE BOXES TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA

TYPE OF SUBMISSION	TYPE OF ACTION		
<input type="checkbox"/> NOTICE OF INTENT (Submit in Duplicate) Approximate date work will _____	<input type="checkbox"/> ACIDIZE	<input type="checkbox"/> DEEPEN	<input type="checkbox"/> REPERFORATE CURRENT FORMATION
	<input type="checkbox"/> ALTER CASING	<input type="checkbox"/> FRACTURE TREAT	<input type="checkbox"/> SIDETRACK TO REPAIR WELL
	<input type="checkbox"/> CASING REPAIR	<input type="checkbox"/> NEW CONSTRUCTION	<input type="checkbox"/> TEMPORARITLY ABANDON
	<input type="checkbox"/> CHANGE TO PREVIOUS PLANS	<input type="checkbox"/> OPERATOR CHANGE	<input type="checkbox"/> TUBING REPAIR
	<input type="checkbox"/> CHANGE TUBING	<input type="checkbox"/> PLUG AND ABANDON	<input type="checkbox"/> VENT OR FLAIR
<input checked="" type="checkbox"/> SUBSEQUENT REPORT (Submit Original Form Only) Date of Work Completion: 04/28/2010	<input type="checkbox"/> CHANGE WELL NAME	<input type="checkbox"/> PLUG BACK	<input type="checkbox"/> WATER DISPOSAL
	<input type="checkbox"/> CHANGE WELL STATUS	<input type="checkbox"/> PRODUCTION (START/STOP)	<input type="checkbox"/> WATER SHUT-OFF
	<input type="checkbox"/> COMMINGLE PRODUCING FORMATIONS	<input type="checkbox"/> RECLAMATION OF WELL SITE	<input checked="" type="checkbox"/> OTHER: - Weekly Status Report
	<input type="checkbox"/> CONVERT WELL TYPE	<input type="checkbox"/> RECOMPLETE - DIFFERENT FORMATION	

12. DESCRIBE PROPOSED OR COMPLETED OPERATIONS. Clearly show all pertinent details including dates, depths, volumes, etc.
The above subject well was completed on 04-28-10, attached is a daily completion status report.

NAME (PLEASE PRINT) Lucy Chavez-Naupoto TITLE Administrative Assistant
SIGNATURE  DATE 04/29/2010

(This space for State use only)

RECEIVED
MAY 03 2010
DIV. OF OIL, GAS & MINING

Daily Activity Report**Format For Sundry****UTE TRIBAL 1-21-4-1****2/1/2010 To 6/30/2010****4/16/2010 Day: 1****Completion**

Rigless on 4/16/2010 - CBL/Perferatd 1st stage. - RU Cameron BOP's and pressure test frac head, casing, & BOP's to 4500 psi. RU Perferators WL and run CBL. WL TD 7057' and estimated CT @ 76'. Perforated BsCarb as shown in perforation report. SWIFN

Daily Cost: \$0**Cumulative Cost:** \$13,206**4/21/2010 Day: 2****Completion**

Rigless on 4/21/2010 - Frac well. Screened out stage #1 BsCarb sands. Flow well back. - Stage #1; RU BJ Services "Ram Head" frac flange. BJ broke down (3 hours transport truck). RU BJ & open well w/ 0 psi on casing. Perfs broke down @ 3487 psi back to 2703 psi. ISIP was 2427 w/ .79FG. 1 min was 2308. 4 min was 2211. Pump 24 bbls of 15% HCL acid (had psi drop when acid hit perfs). Pump 30 gals of Techni Hib chemical @ 4% by volume. Frac w/ 10,000#'s of 100 mesh & 65,000#'s of 30/50 sand in 1871 bbls of slick water. Treated @ ave pressure of 3488 @ ave rate of 60 bpm w/ 2ppg of sand. Spot 12 bbls of 15% HCL acid in flush for next stage. BJ lost pumps & screened out frac w/ 2500#'s of 2ppg in perfs & 5000#'s of 2ppg in casing w/ 96 bbls short in flush w/ 70,000#'s in perfs. 2039 bbls EWTR. Flow well back. Well flowed for 5 hours & rec'd 600 bbls & shut in w/ 1339 bbls EWTR.

Daily Cost: \$0**Cumulative Cost:** \$74,761**4/22/2010 Day: 3****Completion**

Rigless on 4/22/2010 - Finish frac well. Flow well back. Set kill plug. - Stage #3; RU WLT. RIH w/ frac plug & 10' perf gun. Set plug @ 6540'. Perferate CP2 sds @ 6445-55' w/ 3 spf for total of 30 shots. Open well w/ 1918 psi on casing. RU BJ & perfs broke down @ 2221 psi back to 2141 w/ 2bbls @ 3 bpm. Pressure to low to shut down. Pump 30 gals of Techni Hib chemical @ 4% by volume. Frac w/ 61,639#'s of 20/40 sand (10,000# was 1-5 ppg w/ 30/50 sand) in 588 bbls of Lightning 17 frac fluid. Treated @ ave pressure of 2575 w/ ave rate of 40 bpm w/ 8 ppg of sand. Spot 12 bbls of 15% HCL acid in flush for next stage. ISIP was 2378 w/ .80FG. 5 min was 2060. 10 min was 2011. 15 min was 1977. Leave pressure on well. 3870 bbls EWTR. - Stage #4; RU WLT. RIH w/ frac plug & 4',3' perf guns. Set plug @ 4900'. Perferate GG1 sds @ 4805-09', GG sds @ 4674-77' w/ 3 spf for total of 21 shots. Open well w/ 1947 psi on casing. RU BJ & perfs broke down @ 2061 psi back to 1990 w/ 2bbls @ 3 bpm. Pressure to low to shut down. Pump 30 gals of Techni Hib chemical @ 4% by volume. Frac w/ 32,546#'s of 20/40 sand in 393 bbls of Lightning 17 frac fluid. Treated @ ave pressure of 2329 w/ ave rate of 40 bpm w/ 8 ppg of sand. ISIP was 1700 w/ .79FG. 5 min was 1612. 10 min was 1522. 15 min was 1493. 4263 bbls EWTR. Flow well back. Well flowed for 5 hours & turned to oil. RU PSI WLT, crane & lubricator. RIH w/ 5-1/2" Weatherford (6K) composite solid plug & set @ 4600'. RD WLT. SIFN w/ 3500 bbls EWTR. - Stage #2; RU PSI WLT, crane & lubricator. Open well w/ 1700 psi on casing. RIH w/ Weatherford 5-1/2" composite flow through (6K) frac plug & 4',3', 5-2' perf guns. Set plug @ 6770'. Perferate CPLime sds @ 6738-42, 6694-96', CP5 sds @ 6681-84', CP Lime sds @ 6658-6660', 6634-36', 6624-26', CP4 sds @ 6598-6600' w/ 3-1/8" Slick Guns (16 gram, .34"EH, 120°, 21"pen) w/ 3 spf for total of 51 shots. RU BJ & perfs broke down @ psi back to w/ bbls @ bpm. ISIP was 3255 w/ .92FG. 1 min was 2135. 4 min was 1973. Pump 24 bbls of 15% HCL acid (had 200 psi drop in psi when hit perfs). Pump

30 gals of Techni Hib chemical @ 4% by volume. Bullhead acid in @ 3900 psi @ 6 bpm. Shut down & RIH w/ 8 gals of 15% HCL acid in dump bailer. Frac w/ 10,000#'s of 100 mesh & 55,000#'s of 30/50 sand in bbls of slick water. Cut sand short due to pressure. Treated @ ave pressure of 3474 w/ ave rate of 60 bpm w/ 2ppg of sand. Spot 12 bbls of 15% HCL acid in flush for next stage. ISIP was 2229 w/ .77FG. 5 min was 1983. 10 min was 1947. 15 min was 1923. Leave pressure on well. 3282 bbls EWTR.

Daily Cost: \$0

Cumulative Cost: \$193,943

4/23/2010 Day: 4**Completion**

Rigless on 4/23/2010 - Move rig on well. PU tbg. Drlg plug. - MIRUSU. RD Cameron BOP's & frac head. Instal 3M production tbg head & Schefer BOP's. RU 4-3/4" Chomp mill & x-over sub. Tally, pickup & TIH w/ new J-55, 2-7/8", 6.5#, 8EUE tbg to tag plug @ 4600'. RU 4-star swivel, pump & tanks. Drlg out plug in 1 hours (ugly swivel). EOT @ 4620'. Turn well over to flow back hand. Well flowed for 4 hours. Rec'd 550 bbls water. SIFN w/ 2950 bbls EWTR.

Daily Cost: \$0

Cumulative Cost: \$235,465

4/25/2010 Day: 5**Completion**

WWS #1 on 4/25/2010 - Drlg plugs. C/O to PBTD. Swab well. - Open well w/ 550 psi on tbg. Flowed well for 15 min. Pump 40 bbls down tbg. TIH w/ tbg to tag plug @ 4900'. Drlg out plug #1. TIH w/ tbg to tag plug @ 6540'. Drlg out plug #2. TIH w/ tbg to tag plug @ 6770'. Drlg out plug #3. TOH w/ tbg to tag fill @ 6950'. C/O to PBTD @ 7094'. LD 2 jts tbg. Rig up swab equipment & made 12 runs to rec'd 150 bbls of fluid. FFL was 1100'. Last run showed trace of oil. RD Swab equip. TIH w/ tbg to tag no new sand. LD 6 jts tbg. SIFN w/ 2800 bbls EWTR.

Daily Cost: \$0

Cumulative Cost: \$240,765

4/26/2010 Day: 6**Completion**

WWS #1 on 4/26/2010 - TIH w/ production tbg. - Open well w/ 500 psi on casing. TOOH w/ tbg. RD Chomp mill & x-over sub. TIH NC, 2 jts tbg, SN, 1 jt tbg, TA new Cntrl Hydrlic w/ 45,000# shear, 217 jts tbg. RD BOP's Set TA @ 6836' w/ 18,000#'s tension w/ SN @ 6870' & EOT @ 6935'. Flush tbg w/ 60 bbls water. Pickup & prime pump. TIH w/ 2-1/2" x 1-1/2" x 17' x 20' new Cntrl Hydrlic RHAC pump w/ 182"SL, 6- 1-1/2" weight bars, 20- 3/4" guided rods, 120- 3/4" slick rods, SIFN w/ 2800 bbls EWTR.

Daily Cost: \$0

Cumulative Cost: \$245,600

4/28/2010 Day: 7**Completion**

WWS #1 on 4/28/2010 - TIH w/ production. Put well on pump. - Open well w/ 300 psi on csg. Pump 40 bbls down tbg. Continue TIH w/ rods. 29- 3/4" plain, 99- 7/8" guidd, 2',6',8' X 7/8" pony rods, 1-1/2" x 26' polish rod. Space pump. Test tbg & pump to 800 psi. RDMOSU. POP @ 11AM w/ 124"SL, 5.5spm w/2800 bbls WTR. Final Report. **Finalized**

Daily Cost: \$0

Cumulative Cost: \$290,817

Pertinent Files: Go to File List

Spud
BLM - Vernal Field Office - Notification Form

Operator Newfield Exploration Rig Name/# Ross Rig #21
Submitted By Mitch Benson Phone Number 823-5885
Well Name/Number Ute Tribal 1-21-4-1
Qtr/Qtr NE/NE Section 21 Township 4S Range 1W
Lease Serial Number 2OG0005609
API Number 43-013-50202

Spud Notice – Spud is the initial spudding of the well, not drilling out below a casing string.

Date/Time 3/22/10 12:00 AM ☐ PM ☒

Casing – Please report time casing run starts, not cementing times.

- ☒ Surface Casing
- ☐ Intermediate Casing
- ☐ Production Casing
- ☐ Liner
- ☐ Other

Date/Time 3/22/10 7:00 AM ☐ PM ☒

BOPE

- ☐ Initial BOPE test at surface casing point
- ☐ BOPE test at intermediate casing point
- ☐ 30 day BOPE test
- ☐ Other

Date/Time _____ AM ☐ PM ☐

Remarks _____

STATE OF UTAH
DIVISION OF OIL, GAS AND MINING
ENTITY ACTION FORM -FORM 6

OPERATOR: NEWFIELD PRODUCTION COMPANY
ADDRESS: RT. 3 BOX 3630
MYTON, UT 84052

OPERATOR ACCT. NO. N2695

ACTION CODE	CURRENT ENTITY NO.	NEW ENTITY NO.	API NUMBER	WELL NAME	WELL LOCATION				COUNTY	SPUD DATE	EFFECTIVE DATE
					QQ	SC	TP	RG			
B	99999	17400 ✓	4301334127	GREATER BOUNDARY II L-3-9-17	NESE	3	9S	17E	DUCHESNE	3/25/2010	4/5/10
WELL 1 COMMENTS: GRRV											
A	99999	17560	4301334209	UTE TRIBAL 6-30-4-2	SENE	30	4S	2W	DUCHESNE	3/21/2010	4/5/10
GRRV											
A	99999	17561	4301350202	UTE TRIBAL 1-21-4-1	NENE	21	4S	1W	DUCHESNE	3/22/2010	4/5/10
GRRV											
ACTION CODE	CURRENT ENTITY NO.	NEW ENTITY NO.	API NUMBER	WELL NAME	QQ	SC	TP	RG	COUNTY	SPUD DATE	EFFECTIVE DATE
ACTION CODE	CURRENT ENTITY NO.	NEW ENTITY NO.	API NUMBER	WELL NAME	QQ	SC	TP	RG	COUNTY	SPUD DATE	EFFECTIVE DATE
WELL 5 COMMENTS:											
ACTION CODE	CURRENT ENTITY NO.	NEW ENTITY NO.	API NUMBER	WELL NAME	QQ	SC	TP	RG	COUNTY	SPUD DATE	EFFECTIVE DATE
WELL 5 COMMENTS:											

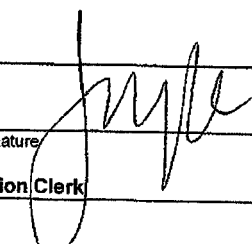
ACTION CODES (See instructions on back of form)

- A - 1 new entity for new well (single well only)
- B - well to existing entity (group or unit well)
- C - from one existing entity to another existing entity
- D - well from one existing entity to a new entity
- E - other (explain in comments section)

NOTE: Use COMMENT section to explain why each Action Code was selected.

RECEIVED
MAR 29 2010

DIV. OF OIL, GAS & MINING

Signature:  Jentri Park
Production Clerk
Date: 03/26/10

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

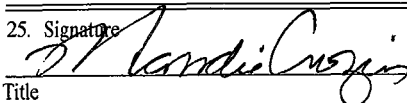
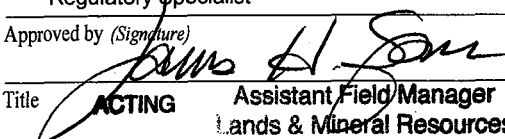
APPLICATION FOR PERMIT TO DRILL OR REENTER

FORM APPROVED
OMB No. 1004-0137
Expires July 31, 2010

1a. Type of work: <input checked="" type="checkbox"/> DRILL <input type="checkbox"/> REENTER		5. Lease Serial No. 20G0005609
1b. Type of Well: <input checked="" type="checkbox"/> Oil Well <input type="checkbox"/> Gas Well <input type="checkbox"/> Other <input checked="" type="checkbox"/> Single Zone <input type="checkbox"/> Multiple Zone		6. If Indian, Allottee or Tribe Name UTE
2. Name of Operator Newfield Production Company		7. If Unit or CA Agreement, Name and No. NA
3a. Address Route #3 Box 3630, Myton UT 84052		8. Lease Name and Well No. Ute Tribal 1-21-4-1
3b. Phone No. (include area code) (435) 646-3721		9. API Well No. 43 013 50202
4. Location of Well (Report location clearly and in accordance with any State requirements.)* At surface NE/NE 662' FNL 660' FEL At proposed prod. zone		10. Field and Pool, or Exploratory Undesignated
14. Distance in miles and direction from nearest town or post office* Approximately 10.1 miles southeast of Myton, UT		11. Sec., T. R. M. or Blk. and Survey or Area Sec. 21, T4S R1W
15. Distance from proposed* location to nearest property or lease line, ft. Approx. 660' f/lse, NA' f/unit (Also to nearest drig. unit line, if any)	16. No. of acres in lease NA	17. Spacing Unit dedicated to this well 40 Acres
18. Distance from proposed location* to nearest well, drilling, completed, applied for, on this lease, ft. Approx. 1530'	19. Proposed Depth 6,910'	20. BLM/BIA Bond No. on file WYB000493
21. Elevations (Show whether DF, KDB, RT, GL, etc.) 5076' GL	22. Approximate date work will start* 2nd Qtr. 2010	23. Estimated duration (7) days from SPUD to rig release
24. Attachments		

The following, completed in accordance with the requirements of Onshore Oil and Gas Order No. 1, must be attached to this form:

- Well plat certified by a registered surveyor.
- A Drilling Plan.
- A Surface Use Plan (if the location is on National Forest System Lands, the SUPO must be filed with the appropriate Forest Service Office).
- Bond to cover the operations unless covered by an existing bond on file (see Item 20 above).
- Operator certification
- Such other site specific information and/or plans as may be required by the BLM.

25. Signature 	Name (Printed/Typed) Mandie Crozier	Date 1/25/10
Title Regulatory Specialist		
Approved by (Signature) 	Name (Printed/Typed) James H. Sparger	Date FEB 09 2010
Title ACTING Assistant Field Manager Lands & Mineral Resources		
Office VERNAL FIELD OFFICE		

Application approval does not warrant or certify that the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon.

Conditions of approval, if any, are attached.

CONDITIONS OF APPROVAL ATTACHED

Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it a crime for any person knowingly and willfully to make to any department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

(Continued on page 2)

*(Instructions on page 2)

NOTICE OF APPROVAL
RECEIVED

FEB 17 2010

DIV. OF OIL, GAS & MINING



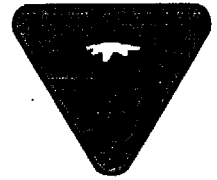


UNITED STATES DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT
VERNAL FIELD OFFICE

170 South 500 East

VERNAL, UT 84078

(435) 781-4400



CONDITIONS OF APPROVAL FOR APPLICATION FOR PERMIT TO DRILL

Company: Newfield Production Company
Well No: Ute Tribal 1-21-4-1
API No: 43-013-50202

Location: NENE, Sec. 21, T4S, R1W
Lease No: 2OG0005609
Agreement: N/A

OFFICE NUMBER: (435) 781-4400

OFFICE FAX NUMBER: (435) 781-3420

**A COPY OF THESE CONDITIONS SHALL BE FURNISHED TO YOUR
FIELD REPRESENTATIVE TO INSURE COMPLIANCE**

All lease and/or unit operations are to be conducted in such a manner that full compliance is made with the applicable laws, regulations (43 CFR Part 3160), and this approved Application for Permit to Drill including Surface and Downhole Conditions of Approval. The operator is considered fully responsible for the actions of his subcontractors. A copy of the approved APD must be on location during construction, drilling, and completion operations. **This permit is approved for a two (2) year period, or until lease expiration, whichever occurs first. An additional extension, up to two (2) years, may be applied for by sundry notice prior to expiration.**

NOTIFICATION REQUIREMENTS

Construction Activity (Notify Ute Tribe Energy & Minerals Dept. and BLM Environmental Scientist)	- The Ute Tribe Energy & Minerals Dept. and BLM Environmental Scientist shall be notified at least 48 hours in advance of any construction activity. The Ute Tribal office is open Monday through Thursday.
Construction Completion (Notify Ute Tribe Energy & Minerals Dept. and BLM Environmental Scientist)	- Upon completion of the pertinent APD/ROW construction, notify the Ute Tribe Energy & Minerals Dept. for a Tribal Technician to verify the Affidavit of Completion. Notify the BLM Environmental Scientist prior to moving on the drilling rig.
Spud Notice (Notify BLM Petroleum Engineer)	- Twenty-Four (24) hours prior to spudding the well.
Casing String & Cementing (Notify BLM Supv. Petroleum Tech.)	- Twenty-Four (24) hours prior to running casing and cementing all casing strings to: ut_vn_opreport@blm.gov .
BOP & Related Equipment Tests (Notify BLM Supv. Petroleum Tech.)	- Twenty-Four (24) hours prior to initiating pressure tests.
First Production Notice (Notify BLM Petroleum Engineer)	- Within Five (5) business days after new well begins or production resumes after well has been off production for more than ninety (90) days.

***SURFACE USE PROGRAM
CONDITIONS OF APPROVAL (COAs)***

- NONE

**DOWNHOLE PROGRAM
CONDITIONS OF APPROVAL (COAs)**

SITE SPECIFIC DOWNHOLE COAs:

Variances Granted:

Drilling:

- Variance on using a diverter bowl in place of a rotating head. The diverter bowl forces the air and cutting returns to the reserve pit and is used to drill the surface casing (surface to a total depth of 350 feet). The surface casing occurs within the Uinta Formation which is a non-hydrocarbon bearing zone and thus has no possibility of gas pressure.
- Variance is granted on using a blooie line with a discharge less than 100 feet from the wellbore in order to minimize the size of the well pads and direct the cuttings and circulating mediums into the reserve pit. The well bore is located approximately 35 feet from the reserve pit which is 40 feet wide; a 100 foot blooie line would discharge the cuttings and circulating mediums across the reserve pit and off the location. The requested length of the blooie line to drill the surface casing (surface to a total depth of 350 feet) is 35 feet. The surface casing occurs within the Uinta Formation which is a non-hydrocarbon bearing zone and thus has no possibility of gas pressure.
- Variance is granted on operating without an automatic igniter or continuous pilot light on the blooie line due to the fact the air rig is only used to drill the surface casing (surface to a total depth of 350 feet). The surface casing occurs within the Uinta Formation which is a non-hydrocarbon bearing zone and thus has no possibility of gas pressure.
- Variance granted permission to use a trailer mounted compressor located less than 100 feet from the well bore in order to minimize the well pad size. The trailer mounted compressor is located 50 feet from the wellbore and in an opposite direction of the blooie line. The compressor has the following safety features: (1) shut off valve on the trailer that is located approximately 15 ft from the air rig, (2) pressure relief valve on the compressor, and (3) Spark arresters on the motors. The compressor only used in the drilling of the surface casing (surface to a total depth of 350 feet). The surface casing occurs within the Uinta Formation which is a non-hydrocarbon bearing zone and thus has no possibility of gas pressure.
- Operator must notify BLM Vernal office of any active Gilsonite operation within 2 miles of the location 48 hours prior to any blasting on this well location.

All provisions outlined in Onshore Oil & Gas Order #2 Drilling Operations shall be strictly adhered to. The following items are emphasized:

DRILLING/COMPLETION/PRODUCING OPERATING STANDARDS

- The spud date and time shall be reported orally to Vernal Field Office within 24 hours of spudding.
- Notify Vernal Field Office Supervisory Petroleum Engineering Technician at least 24 hours in advance of casing cementing operations and BOPE & casing pressure tests.

- All requirements listed in Onshore Order #2 III. E. Special Drilling Operations are applicable for air drilling of surface hole.
- Blowout prevention equipment (BOPE) shall remain in use until the well is completed or abandoned. Closing unit controls shall remain unobstructed and readily accessible at all times. Choke manifolds shall be located outside of the rig substructure.
- All BOPE components shall be inspected daily and those inspections shall be recorded in the daily drilling report. Components shall be operated and tested as required by Onshore Oil & Gas Order No. 2 to insure good mechanical working order. All BOPE pressure tests shall be performed by a test pump with a chart recorder and **NOT** by the rig pumps. Test shall be reported in the driller's log.
- BOP drills shall be initially conducted by each drilling crew within 24 hours of drilling out from under the surface casing and weekly thereafter as specified in Onshore Oil & Gas Order No. 2.
- Casing pressure tests are required before drilling out from under all casing strings set and cemented in place.
- No aggressive/fresh hard-banded drill pipe shall be used within casing.
- **Cement baskets shall not be run on surface casing.**
- The operator must report all shows of water or water-bearing sands to the BLM. If flowing water is encountered it must be sampled, analyzed, and a copy of the analyses submitted to the BLM Vernal Field Office.
- The operator must report encounters of all non oil & gas mineral resources (such as Gilsonite, tar sands, oil shale, trona, etc.) to the Vernal Field Office, in writing, within 5 working days of each encounter. Each report shall include the well name/number, well location, date and depth (from KB or GL) of encounter, vertical footage of the encounter and, the name of the person making the report (along with a telephone number) should the BLM need to obtain additional information.
- A complete set of angular deviation and directional surveys of a directional well will be submitted to the Vernal BLM office engineer within 30 days of the completion of the well.
- While actively drilling, chronologic drilling progress reports shall be filed directly with the BLM, Vernal Field Office on a weekly basis in sundry, letter format or e-mail to the Petroleum Engineers until the well is completed.
- A cement bond log (CBL) will be run from the production casing shoe to the top of cement and shall be utilized to determine the bond quality for the production casing. Submit a field copy of the CBL to this office.
- **Please submit an electronic copy of all other logs run on this well in LAS format to UT_VN_Welllogs@BLM.gov. This submission will supersede the requirement for submittal of paper logs to the BLM.**

- There shall be no deviation from the proposed drilling, completion, and/or workover program as approved. Safe drilling and operating practices must be observed. Any changes in operation must have prior approval from the BLM Vernal Field Office.

OPERATING REQUIREMENT REMINDERS:

- All wells, whether drilling, producing, suspended, or abandoned, shall be identified in accordance with 43 CFR 3162.6. There shall be a sign or marker with the name of the operator, lease serial number, well number, and surveyed description of the well.
- In accordance with 43 CFR 3162.4-3, this well shall be reported on the "Monthly Report of Operations" (Oil and Gas Operations Report ((OGOR)) starting with the month in which operations commence and continue each month until the well is physically plugged and abandoned. This report shall be filed in duplicate, directly with the Minerals Management Service, P.O. Box 17110, Denver, Colorado 80217-0110, or call 1-800-525-7922 (303) 231-3650 for reporting information.
- Should the well be successfully completed for production, the BLM Vernal Field office must be notified when it is placed in a producing status. Such notification will be by written communication and must be received in this office by not later than the fifth business day following the date on which the well is placed on production. The notification shall provide, as a minimum, the following informational items:
 - Operator name, address, and telephone number.
 - Well name and number.
 - Well location (¼¼, Sec., Twn, Rng, and P.M.).
 - Date well was placed in a producing status (date of first production for which royalty will be paid).
 - The nature of the well's production, (i.e., crude oil, or crude oil and casing head gas, or natural gas and entrained liquid hydrocarbons).
 - The Federal or Indian lease prefix and number on which the well is located; otherwise the non-Federal or non-Indian land category, i.e., State or private.
 - Unit agreement and/or participating area name and number, if applicable.
 - Communitization agreement number, if applicable.
- Any venting or flaring of gas shall be done in accordance with Notice to Lessees (NTL) 4A and needs prior approval from the BLM Vernal Field Office.
- All undesirable events (fires, accidents, blowouts, spills, discharges) as specified in NTL 3A will be reported to the BLM, Vernal Field Office. Major events, as defined in NTL3A, shall be reported verbally within 24 hours, followed by a written report within 15 days. "Other than Major Events" will be reported in writing within 15 days. "Minor Events" will be reported on the Monthly Report of Operations and Production.
- Whether the well is completed as a dry hole or as a producer, "Well Completion and Recompletion Report and Log" (BLM Form 3160-4) shall be submitted not later than 30 days after completion of the well or after completion of operations being performed, in accordance with 43 CFR 3162.4-1. Two copies of all logs run, core descriptions, and all other surveys or

data obtained and compiled during the drilling, workover, and/or completion operations, shall be filed on BLM Form 3160-4. Submit with the well completion report a geologic report including, at a minimum, formation tops, and a summary and conclusions. Also include deviation surveys, sample descriptions, strip logs, core data, drill stem test data, and results of production tests if performed. Samples (cuttings, fluid, and/or gas) shall be submitted only when requested by the BLM, Vernal Field Office.

- All off-lease storage, off-lease measurement, or commingling on-lease or off-lease, shall have prior written approval from the BLM Vernal Field Office.
- Oil and gas meters shall be calibrated in place prior to any deliveries. The BLM Vernal Field Office Petroleum Engineers will be provided with a date and time for the initial meter calibration and all future meter proving schedules. A copy of the meter calibration reports shall be submitted to the BLM Vernal Field Office. All measurement facilities will conform to the API standards for liquid hydrocarbons and the AGA standards for natural gas measurement. All measurement points shall be identified as the point of sale or allocation for royalty purposes.
- A schematic facilities diagram as required by Onshore Oil & Gas Order No. 3 shall be submitted to the BLM Vernal Field Office within 30 days of installation or first production, whichever occurs first. All site security regulations as specified in Onshore Oil & Gas Order No. 3 shall be adhered to. All product lines entering and leaving hydrocarbon storage tanks will be effectively sealed in accordance with Onshore Oil & Gas Order No. 3.
- Any additional construction, reconstruction, or alterations of facilities, including roads, gathering lines, batteries, etc., which will result in the disturbance of new ground, shall require the filing of a suitable plan and need prior approval of the BLM Vernal Field Office. Emergency approval may be obtained orally, but such approval does not waive the written report requirement.
- No location shall be constructed or moved, no well shall be plugged, and no drilling or workover equipment shall be removed from a well to be placed in a suspended status without prior approval of the BLM Vernal Field Office. If operations are to be suspended for more than 30 days, prior approval of the BLM Vernal Field Office shall be obtained and notification given before resumption of operations.
- Pursuant to Onshore Oil & Gas Order No. 7, this is authorization for pit disposal of water produced from this well for a period of 90 days from the date of initial production. A permanent disposal method must be approved by this office and in operation prior to the end of this 90-day period. In order to meet this deadline, an application for the proposed permanent disposal method shall be submitted along with any necessary water analyses, as soon as possible, but no later than 45 days after the date of first production. Any method of disposal which has not been approved prior to the end of the authorized 90-day period will be considered as an Incident of Noncompliance and will be grounds for issuing a shut-in order until an acceptable manner for disposing of said water is provided and approved by this office.
- Unless the plugging is to take place immediately upon receipt of oral approval, the Field Office Petroleum Engineers must be notified at least 24 hours in advance of the plugging of the well, in order that a representative may witness plugging operations. If a well is suspended or abandoned, all pits must be fenced immediately until they are backfilled. The "Subsequent Report of Abandonment" (Form BLM 3160-5) must be submitted within 30 days after the actual plugging of the well bore, showing location of plugs, amount of cement in each, and amount of casing left in hole, and the current status of the surface restoration.

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

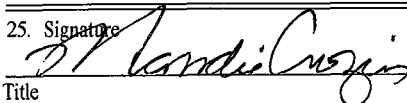
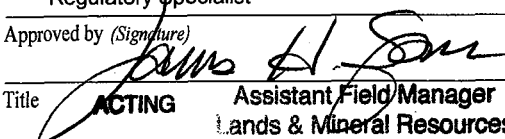
APPLICATION FOR PERMIT TO DRILL OR REENTER

FORM APPROVED
OMB No. 1004-0137
Expires July 31, 2010

1a. Type of work: <input checked="" type="checkbox"/> DRILL <input type="checkbox"/> REENTER		5. Lease Serial No. 20G0005609
1b. Type of Well: <input checked="" type="checkbox"/> Oil Well <input type="checkbox"/> Gas Well <input type="checkbox"/> Other <input checked="" type="checkbox"/> Single Zone <input type="checkbox"/> Multiple Zone		6. If Indian, Allottee or Tribe Name UTE
2. Name of Operator Newfield Production Company		7. If Unit or CA Agreement, Name and No. NA
3a. Address Route #3 Box 3630, Myton UT 84052		8. Lease Name and Well No. Ute Tribal 1-21-4-1
3b. Phone No. (include area code) (435) 646-3721		9. API Well No. 43 013 50202
4. Location of Well (Report location clearly and in accordance with any State requirements. *) At surface NE/NE 662' FNL 660' FEL At proposed prod. zone		10. Field and Pool, or Exploratory Undesignated
14. Distance in miles and direction from nearest town or post office* Approximately 10.1 miles southeast of Myton, UT		11. Sec., T. R. M. or Blk. and Survey or Area Sec. 21, T4S R1W
15. Distance from proposed* location to nearest property or lease line, ft. Approx. 660' f/lse, NA' f/unit (Also to nearest drig. unit line, if any)	16. No. of acres in lease NA	12. County or Parish Duchesne
17. Spacing Unit dedicated to this well 40 Acres	18. Distance from proposed location* to nearest well, drilling, completed, applied for, on this lease, ft. Approx. 1530'	13. State UT
19. Proposed Depth 6,910'	20. BLM/BIA Bond No. on file WYB000493	
21. Elevations (Show whether DF, KDB, RT, GL, etc.) 5076' GL	22. Approximate date work will start* 2nd Qtr. 2010	23. Estimated duration (7) days from SPUD to rig release
24. Attachments		

The following, completed in accordance with the requirements of Onshore Oil and Gas Order No. 1, must be attached to this form:

- Well plat certified by a registered surveyor.
- A Drilling Plan.
- A Surface Use Plan (if the location is on National Forest System Lands, the SUPO must be filed with the appropriate Forest Service Office).
- Bond to cover the operations unless covered by an existing bond on file (see Item 20 above).
- Operator certification
- Such other site specific information and/or plans as may be required by the BLM.

25. Signature 	Name (Printed/Typed) Mandie Crozier	Date 1/25/10
Title Regulatory Specialist		
Approved by (Signature) 	Name (Printed/Typed) James H. Sparger	Date FEB 09 2010
Title ACTING Assistant Field Manager Lands & Mineral Resources		
Office VERNAL FIELD OFFICE		

Application approval does not warrant or certify that the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon.

Conditions of approval, if any, are attached.

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(Continued on page 2)

*(Instructions on page 2)

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DIV. OF OIL, GAS & MINING



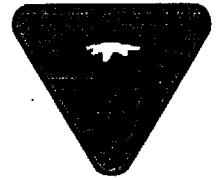


UNITED STATES DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT
VERNAL FIELD OFFICE

170 South 500 East

VERNAL, UT 84078

(435) 781-4400



CONDITIONS OF APPROVAL FOR APPLICATION FOR PERMIT TO DRILL

Company: Newfield Production Company
Well No: Ute Tribal 1-21-4-1
API No: 43-013-50202

Location: NENE, Sec. 21, T4S, R1W
Lease No: 2OG0005609
Agreement: N/A

OFFICE NUMBER: (435) 781-4400

OFFICE FAX NUMBER: (435) 781-3420

**A COPY OF THESE CONDITIONS SHALL BE FURNISHED TO YOUR
FIELD REPRESENTATIVE TO INSURE COMPLIANCE**

All lease and/or unit operations are to be conducted in such a manner that full compliance is made with the applicable laws, regulations (43 CFR Part 3160), and this approved Application for Permit to Drill including Surface and Downhole Conditions of Approval. The operator is considered fully responsible for the actions of his subcontractors. A copy of the approved APD must be on location during construction, drilling, and completion operations. **This permit is approved for a two (2) year period, or until lease expiration, whichever occurs first. An additional extension, up to two (2) years, may be applied for by sundry notice prior to expiration.**

NOTIFICATION REQUIREMENTS

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***SURFACE USE PROGRAM
CONDITIONS OF APPROVAL (COAs)***

- NONE

**DOWNHOLE PROGRAM
CONDITIONS OF APPROVAL (COAs)**

SITE SPECIFIC DOWNHOLE COAs:

Variances Granted:

Drilling:

- Variance on using a diverter bowl in place of a rotating head. The diverter bowl forces the air and cutting returns to the reserve pit and is used to drill the surface casing (surface to a total depth of 350 feet). The surface casing occurs within the Uinta Formation which is a non-hydrocarbon bearing zone and thus has no possibility of gas pressure.
- Variance is granted on using a blooie line with a discharge less than 100 feet from the wellbore in order to minimize the size of the well pads and direct the cuttings and circulating mediums into the reserve pit. The well bore is located approximately 35 feet from the reserve pit which is 40 feet wide; a 100 foot blooie line would discharge the cuttings and circulating mediums across the reserve pit and off the location. The requested length of the blooie line to drill the surface casing (surface to a total depth of 350 feet) is 35 feet. The surface casing occurs within the Uinta Formation which is a non-hydrocarbon bearing zone and thus has no possibility of gas pressure.
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- Operator must notify BLM Vernal office of any active Gilsonite operation within 2 miles of the location 48 hours prior to any blasting on this well location.

All provisions outlined in Onshore Oil & Gas Order #2 Drilling Operations shall be strictly adhered to. The following items are emphasized:

DRILLING/COMPLETION/PRODUCING OPERATING STANDARDS

- The spud date and time shall be reported orally to Vernal Field Office within 24 hours of spudding.
- Notify Vernal Field Office Supervisory Petroleum Engineering Technician at least 24 hours in advance of casing cementing operations and BOPE & casing pressure tests.

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- Blowout prevention equipment (BOPE) shall remain in use until the well is completed or abandoned. Closing unit controls shall remain unobstructed and readily accessible at all times. Choke manifolds shall be located outside of the rig substructure.
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 - Well name and number.
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- All undesirable events (fires, accidents, blowouts, spills, discharges) as specified in NTL 3A will be reported to the BLM, Vernal Field Office. Major events, as defined in NTL3A, shall be reported verbally within 24 hours, followed by a written report within 15 days. "Other than Major Events" will be reported in writing within 15 days. "Minor Events" will be reported on the Monthly Report of Operations and Production.
- Whether the well is completed as a dry hole or as a producer, "Well Completion and Recompletion Report and Log" (BLM Form 3160-4) shall be submitted not later than 30 days after completion of the well or after completion of operations being performed, in accordance with 43 CFR 3162.4-1. Two copies of all logs run, core descriptions, and all other surveys or

data obtained and compiled during the drilling, workover, and/or completion operations, shall be filed on BLM Form 3160-4. Submit with the well completion report a geologic report including, at a minimum, formation tops, and a summary and conclusions. Also include deviation surveys, sample descriptions, strip logs, core data, drill stem test data, and results of production tests if performed. Samples (cuttings, fluid, and/or gas) shall be submitted only when requested by the BLM, Vernal Field Office.

- All off-lease storage, off-lease measurement, or commingling on-lease or off-lease, shall have prior written approval from the BLM Vernal Field Office.
- Oil and gas meters shall be calibrated in place prior to any deliveries. The BLM Vernal Field Office Petroleum Engineers will be provided with a date and time for the initial meter calibration and all future meter proving schedules. A copy of the meter calibration reports shall be submitted to the BLM Vernal Field Office. All measurement facilities will conform to the API standards for liquid hydrocarbons and the AGA standards for natural gas measurement. All measurement points shall be identified as the point of sale or allocation for royalty purposes.
- A schematic facilities diagram as required by Onshore Oil & Gas Order No. 3 shall be submitted to the BLM Vernal Field Office within 30 days of installation or first production, whichever occurs first. All site security regulations as specified in Onshore Oil & Gas Order No. 3 shall be adhered to. All product lines entering and leaving hydrocarbon storage tanks will be effectively sealed in accordance with Onshore Oil & Gas Order No. 3.
- Any additional construction, reconstruction, or alterations of facilities, including roads, gathering lines, batteries, etc., which will result in the disturbance of new ground, shall require the filing of a suitable plan and need prior approval of the BLM Vernal Field Office. Emergency approval may be obtained orally, but such approval does not waive the written report requirement.
- No location shall be constructed or moved, no well shall be plugged, and no drilling or workover equipment shall be removed from a well to be placed in a suspended status without prior approval of the BLM Vernal Field Office. If operations are to be suspended for more than 30 days, prior approval of the BLM Vernal Field Office shall be obtained and notification given before resumption of operations.
- Pursuant to Onshore Oil & Gas Order No. 7, this is authorization for pit disposal of water produced from this well for a period of 90 days from the date of initial production. A permanent disposal method must be approved by this office and in operation prior to the end of this 90-day period. In order to meet this deadline, an application for the proposed permanent disposal method shall be submitted along with any necessary water analyses, as soon as possible, but no later than 45 days after the date of first production. Any method of disposal which has not been approved prior to the end of the authorized 90-day period will be considered as an Incident of Noncompliance and will be grounds for issuing a shut-in order until an acceptable manner for disposing of said water is provided and approved by this office.
- Unless the plugging is to take place immediately upon receipt of oral approval, the Field Office Petroleum Engineers must be notified at least 24 hours in advance of the plugging of the well, in order that a representative may witness plugging operations. If a well is suspended or abandoned, all pits must be fenced immediately until they are backfilled. The "Subsequent Report of Abandonment" (Form BLM 3160-5) must be submitted within 30 days after the actual plugging of the well bore, showing location of plugs, amount of cement in each, and amount of casing left in hole, and the current status of the surface restoration.